



ANNUAL REPORT 2016

বাড়াবাড়ি  
তাড়াতাড়ি



আমান ফিড  
AMAN FEED

কাজ করি  
দেশ গড়ি



## A GLIMPSE ON AMAN GROUP

### COLD STORAGE

AMAN COLD STORAGE LIMITED  
MILAN COLD STORAGE LIMITED  
A. M. COLD STORAGE LIMITED  
AMAN SEEDS STORAGE LIMITED  
AMAN AGRO INDUSTRIES LIMITED

### TRADING

JUVENILE TRADE INTERNATIONAL LTD.  
AMAN ASSOCIATES LIMITED  
JUVENILE CONSTRUCTION  
AMAN TRADING CORPORATION  
ISLAM BROTHERS & CO.  
R S & T INTERNATIONAL

### TEXTILE

AMANTEX LIMITED  
AMAN COTTON FIBROUS LIMITED  
ANWARA MANNAN TEXTILE MILLS LTD.  
AMAN COTTON FIBROUS UNIT-2 LTD.

### CONSTRUCTION MATERIAL

AMAN CEMENT MILLS LIMITED  
AMAN CEMENT MILLS UNIT-2 LTD.

### AGRO INDUSTRIES

AMAN FEED LIMITED  
AMAN CHICKS LIMITED  
AMAN BREEDERS LIMITED  
AMAN POULTRY & HATCHERY LIMITED  
AMAN PLANT TISSUE CULTURE LIMITED  
AMAN JUTE FIBROUS LIMITED



## **VISION**

"To be a leader in fulfilling Country's basic needs through industrialization with total Quality"

## **MISSION**

"Our mission is to establish labor intensive industries blending the latest technologies upholding ownership by the employees along with conservation of environment with precise commitment to the society and contribute substantially to GDP through sustainable growth"

## **HISTORY OF THE GROUP**

- Late in 1960's, started trading & contractual business on a small scale in their native district Rajshahi;
- In 1985's, the businesses flourished under the banner of Aman Trading Corporation;
- In late 1990's, the industries like Cold Storages, Cement Grinding Mills, Poultry Feed Mill, Spinning Mill & Composite Knit Garment industries grew under the Group;
- In 2012, Public Limited Companies like Aman Cement, Aman Feed and Aman Cotton Fibrous were submitted for IPO;
- In 2015, Aman Feed Limited got listed in DSE & CSE.

## Trading Concerns

| <b>Name of the concern</b>   | <b>Major features</b>   |
|--|---|
| Juvenile Trade International Ltd.<br>Aman Associates Limited<br>Aman Trading Corporation<br>Islam Brothers & Co.<br>R S & T International<br>Juvenile Construction | Major items traded<br>- Food grain<br>- Cereals<br>- Fertilizers<br>- Raw Cotton, etc.<br>Total Manpower<br>- Direct 400<br>- Indirect 4500 |

## Cold Storages

| <b>Name of the concern</b>   | <b>Major features</b>  |
|--|--|
| Aman Agro Industries Limited<br>Milan Cold Storage Limited<br>Aman Cold Storage Limited<br>A M Cold Storage Limited<br>Aman Seeds Storage Ltd. | <ul style="list-style-type: none"><li>■ Storage facility for crops in cold temperature</li><li>■ Total Capacity: 75,000 MT/Season (approx.)</li><li>■ Total Manpower: Direct 750, Indirect 6500</li><li>■ Origin of Major Machinery: Denmark &amp; Japan</li></ul> |

## Packaging & Accessories

| <b>Name of the concern</b>        | <b>Major features</b>   |
|-----------------------------------|---|
| Aman Packaging & Accessories Ltd. | <ul style="list-style-type: none"><li>■ Products: All Kind of Poly, Twill Tape, Normal Elastic, Gum, Tape, Paper.</li><li>■ Total Manpower: Direct 120, Indirect 1200</li></ul> |

## Textiles

| <i>Name of the concern</i>      | <i>Major features</i>  |
|---------------------------------|--|
| Anwara MannanTextile Mills Ltd. | <p>Machine Capacity: 60,000 Spindles<br/>           Production Capacity: 15,000 MT/Year<br/>           Products: Cotton Ne 20s/1 to 40s/1<br/>                             Synthetic: Poly Cotton Blend, Viscose<br/>           Total Manpower: Direct 1530, Indirect 4600<br/>           Origin of Major Machinery: Germany, Japan, USA</p> |
| Amantex Limited                 | <p>Year of Establishment: 2008<br/>           Production Year : July 2009<br/>           Total Covered Area: 513,751 sft.<br/>           Production Capacity: 2.5 M Pcs./Month<br/>             25 MT/Day Dyeing<br/>           Total Manpower: Direct 4444, Indirect 7500</p>                       |
| Amantex Unit-2 Ltd.             | <p>Production Capacity:2.2 M Pcs./Month<br/>             20 MT/Day Dyeing<br/>           Total Manpower: Direct 4700, Indirect 7000</p>  |
| Aman Cotton Fibrous Limited     | <p>Machine Capacity: 30,960 Spindles<br/>           Production Capacity: 6,780 MT/Year<br/>           Products: Carded &amp; Combed Cotton Yarn<br/>           Origin of Major Machinery: Germany,<br/>           Switzerland, Japan, China, Italy, USA ,Korea,<br/>           Total Manpower: Direct 667, Indirect 4500</p>                 |

## Construction Material

| Name of the concern       | Major features  |
|---------------------------|---|
| Aman Cement Mills Limited | <ul style="list-style-type: none"><li>Products: Portland &amp; Composite Cement</li><li>Location: Ullapara, Serajgonj</li><li>Total Manpower: Direct 139, Indirect 4500</li></ul> |

## Agro Based Industries

| Name of the concern               | Major features   |
|-----------------------------------|--|
| Aman Plant Tissue Culture Limited | <ul style="list-style-type: none"><li>Capacity 5,400 MT High-Yielding Varieties (HYV)</li><li>Products: Disease Free Potato Seeds</li><li>Total Manpower Direct 250, Indirect 2500</li></ul>                       |
| Aman Jute Fibrous Limited         | <ul style="list-style-type: none"><li>Products: Sack, Hessian &amp; Jute Twine</li><li>Production Capacity: 15,000 MT/Year</li><li>Total Manpower: Direct 3000, Indirect 7500</li></ul>                            |
| Aman Feed Limited                 | <ul style="list-style-type: none"><li>Capacity 600 MT/Day</li><li>Products: Poultry, Fish &amp; Cattle Feed</li><li>Origin of Major Machinery: Germany</li><li>Total Manpower: Direct 309, Indirect 4500</li></ul> |
| Aman Poultry & Hatchery Limited   | <ul style="list-style-type: none"><li>Products: Day Old Chicks (DOC)</li><li>Production Capacity 13,485,000 Pcs./Year</li><li>Origin of Major Machinery: Holland, Japan, China, Mexico &amp; Australia</li></ul>   |
| Aman Breeders Limited             | <ul style="list-style-type: none"><li>Total Manpower: Direct 500, Indirect 3300</li></ul>  |



## ONGOING PROJECTS

*Aman Cement Mills  
Unit-2 Limited*

*Aman  
Packaging Limited*

*Aman  
Shipyards Limited*

*Anwara Poultry &  
Hatchery Limited*

*Aman Foods &  
Beverage Limited*

*Akin  
Feed Limited*

## UPCOMING PROJECTS



*Aman Rotor  
Spinning Mills Limited*

*Aman  
Steel Mills Limited*

*Akin  
Ideas Limited*





***AMAN CEMENT MILLS UNIT-2 LIMITED***



***AMAN SHIPYARD LIMITED***



***AMAN PACKAGING LIMITED***



***ANWARA POULTRY & HATCHERY LIMITED***



**CORPO**  
**SOCIAL RESPO**

**RATE**  
**ONSIBILITY**





## VISION

Aman Group is committed to doing better for our clients, our investors, our employees and our communities through a focused approach to corporate responsibility. Our goals are to demonstrate integrity in our business practices and provide leadership in the workplace and the marketplace. We are committed to be a strong supporter of the communities in which we do business and to transparency in sustainability reporting practices.

## STRUCTURE

Our company as a whole, every employee, is responsible for behaving responsibly as outlined in our Code of Conduct. It is our duty as a corporate citizen to add value to the society while earning a profit for our shareholders. AFL group takes responsibility for the effects of their actions, both social and economic.

## OUR APPROACH

The corporate responsibility priorities are relatively new, yet they reflect aspects of this company that have been around for many years. Our journey to build the priorities considered;

- The Guiding Principles that provide a foundation for corporate values;
- The Leadership Profile as a standard of behavior expected from our leaders;
- The multitude of stakeholder interactions keep us connected to the needs and concerns of those we affect;
- An understanding of materiality to help us navigate and assess immediate and emerging social and environmental issues; and
- Finally, our business strategy, which articulates the direction of Aman Group

## PRIORITIES

Aman Group Corporate Responsibility priorities are:

### Be customer focused

- Treat customers fairly, and provide support in tough times;
- Be a company of choice.

### Build an extraordinary workplace

- Build a fair, diverse and inclusive workplace that reflects the communities we serve;
- Attract and retain talents and create opportunities for continued development.

### Be an environmental leader

- Continuously improve our environmental footprint;
- Protect and enrich the natural environment;
- Manage the social and environmental risks of our products.

### Make an impact

- Contribute to the economic and social development of the community we serve;
- Be transparent about the way we conduct our business.

## ACTIVITIES OF AMAN GROUP AS A SOCIALLY RESPONSIBLE COMPANY

At Aman Group we consider Corporate Social Responsibility (CSR) as one of our business prerogatives. Because, we believe, by addressing our social responsibility, we can build long-term employee, consumer and citizen trust as a basis for sustainable businesses. This in turn will help us create an environment in which we can innovate and grow. That's why we are committed to continuously contribute in the development of the communities we operate in and provide support to all our stakeholders specially in the following areas:

**Health:** The employees of the company are given health allowance as per Government rule. The physicians of the company provide health services to the employees and their dependents At the cost of the company, the employees and their dependents are given outdoor treatments and emergency health care. The company maintains health-care facilities at each of its factories and plants.

**Environment:** To preserve environmental balance, a large number of trees were planted at different factory premises of our group companies under "Tree Plantation Program. Moreover, we are utilizing high exhaust temperature to run Exhaust Gas boiler which is producing steam to meet our process requirement. Normally exhaust gas boiler emission the exhaust near about 150 degree centigrade to the atmosphere. So we are saving the natural resources by running the Exhaust gas boiler by using generator's exhaust as well as emission the low temperature exhaust. It is playing a significant role to reduce carbon emission to the environment.

**Food Subsidy:** we provide subsidy on food for factory workers.

**Voluntary participation by employees:** Aman Group actively encourages its employees to take part in community activities and assume responsibilities in professional, civic, cultural, religious or voluntary organizations. Aman Group maintains a stable and competitive compensation structure in comparison to many other corporates in Bangladesh.

**Education:** As part of its CSR programs, Aman Group provides scholarships to support underprivileged students. Besides, it provides financial support to different schools' annual sports programs and sponsor students' study tours.

**School Program:**

Aman Group puts a lot of emphasis on the development of children education. Because, it is the core belief of Aman Group that investing in children will lead to ultimate socio-economic dividend. Therefore, the company support numerous schools/ educational institutes (Govt./Non-Govt. primary and high Schools) in rural communities.

**Disaster Relief:** We provided relief to the victims of cold wave, flood, Sidor, Aila and other natural disasters.

**Games & Sports:** Distributed T-shirts & sports jerseys, sports equipment's to several schools to support sports.

**Aman Lord's Cricket Coaching Center, Sagarpara Ghoramara Rajshahi. Establish 1997:**

This is a cricket coaching center patronized by Aman Group. The Chairman of Aman Group is also the Chairman of this center. Three players of this coaching center namely Asfak Al Zahir, Sanjamul Islam Nayan and Nayem Islam Junior already played for Under-19 Bangladesh National Cricket Team.

**Employee Welfare:** The Company undertakes various motivational activities to improve human values, mutual understanding, interpersonal relationship and loyalty among the officers and employees. In the year 2015-16 the company arranged multiple social, cultural, religious and entertainment programs.

**Religious Programs:** Aman Group constructed several mosques in different places of Bangladesh. Moreover, we distribute clothes to the needy during the festivities of Eid-ul Fitr and Eid-ul Adha.

**Water Treatment Plant:** Aman's entire factory uses its own Effluent Treatment Plant (ETP) to protect the environment which is a biological plant of international standard.

**Dormitory facilities:** We provide separate dormitory facilities for male and female workers, officers and staff also. Accommodation, drinking water, electricity etc. are free for those employees. We also provide subsidy on food.





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# VISION



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“To be recognized by the customers as the market leader for hi-tech product innovation, quality product supplier and superior service provider to the customers.”



AMAN FEED

# MISSION

“

*To deliver promised quality and endeavor towards better research, innovation and development. To be a trusted brand for the customers, suppliers and employees.*

”



# CORE VALUE

“ *To be honest and committed in fair dealings with all stakeholders of the company* ”

AMAN FEED



# OUR GOAL

“ To be an innovative provider of high quality feed meal of the poultry & fish reares to meet the protein deficiency of the country ”

AMMAN FEED



# STRATEGY

- Giving continuous effort to attract and retain the best people available in the market;
- Developing and maintaining dependable and long-term relationship with the clients;
- Sustaining solid growth without compromising profitability;
- Maintaining strong relationship with a wide variety of development partners;
- Achieving higher return on equity;
- Grow and diversify sources of fund for operation of the Company;
- Reducing focus on some particular client and giving stress on wide range of clients;
- Embrace internationally accepted corporate governance and established sustainable business practices;
- Last but not the least, developing product range by research, analytical effort and field trials.

# HISTORY & MILESTONES



|   |             |
|---|-------------|
| Date of incorporation   | 07 Feb 2005 |
| Commencement of production of the Company                     | 12 Jul 2006 |
| ISO 9001:2008 & HACCP   | 04 Aug 2007 |
| Change in denomination & Increase of authorized share capital | 30 Dec 2011 |
| Signing of Issue Management agreement for IPO                 | 18 Feb 2012 |
| Conversion of status from private to Public Ltd. Co.          | 22 Feb 2012 |
| Consent of IPO obtained                                       | 23 Apr 2015 |
| Trading of shares with Stock Exchanges                        | 01 Sep 2015 |
| First AGM as Listed Company                                   | 14 Dec 2015 |
| Placed in 'A' category in bourses                             | 20 Jan 2016 |
| Membership with BAPLC   | 27 Oct 2016 |





**PRODUCTS**

**SERVICES**

## Products & Services

Aman Feed Mills Ltd. plays an important role in the supply of commercial feed to poultry, livestock and fish farming. AFL distribute its products as 'complete feed' to poultry, fish and livestock industry.

The Company mainly produces 4 (four) categories feed such as Broiler Feed, Layer Feed, Fish Feed and Cattle Feed. The above-mentioned categorized feeds productions are varied on the market demand and it is determined by the management of the company. Three products have more than 10% contribution towards the revenue of the Company. Among the total sales, the four feed products contribute in the following proportion:

| Product Name | Sales in MT (2015-16) | Percentage |
|--------------|-----------------------|------------|
| Broiler Feed | 42,240                | 43.64      |
| Layer Feed   | 33,567                | 34.68      |
| Fish Feed    | 17,893                | 18.49      |
| Cattle Feed  | 3,096                 | 3.20       |
| <b>Total</b> | <b>96,796</b>         | <b>100</b> |

AFL solds the feeds giving priority to greater Rajshahi although it also sells in different areas all over the country including Gazipur, Tangail and Mymensingh, Chandpur mainly through dealers. AFL has around 250 dealers apart from few individual customers.



POULTRY - FISH - CATTLE



POULTRY - FISH - CATTLE



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# ***CORPORATE INFORMATION***



**CORPORATE INFORMATION**

|                                       |  |
|---------------------------------------|--|
| Incorporation                         | February 07, 2005  |
| Commercial Operation Started          | July 12, 2006  |
| Converted into Public Limited Company | February 22, 2012  |
| Registered Office                     | Singhogati, Ullapara, Sirajgonj  |
| Corporate Office                      | 2, Ishakha Avenue, Sector- 6<br>Uttara, Dhaka-1230.  |
| Factory                               | Singhogati, Ullapara, Sirajgonj  |
| Phone                                 | +880-2-7911691-3, +880-2-8962297   |
| Fax                                   | +880-2-58950510  |
| Email                                 | cs@amangroupbd.com   |
| Website                               | www.amanfeed.com   |
| Bankers                               | AB Bank Limited<br>National Finance Limited<br>Hajj Finance Company Ltd.<br>Trust Bank Ltd.<br>Standard Bank Ltd.                                  |
| Auditors                              | Ahmed Zaker & Co.<br>Chartered Accountants<br>45, Shaheed Syed Nazrul Islam Sarani,<br>Saiham Sky View Tower (2nd Floor) Bijoy Nagar<br>Dhaka-1000 |
| Legal Advisers                        | Dr. Kamal Hossain & Associates<br>Chamber Building (2 <sup>nd</sup> floor)<br>122-24 Motijheel C/A, Dhaka-1000                                     |
| Tax Advisers                          | A. Hossain & Company<br>Chartered Accountants<br>Paramount Height<br>65/2/1 Box Culvert Road<br>Purana Paltan, Dhaka-1000.                         |



## CORPORATE MANAGEMENT

### BOARD OF DIRECTORS

**Md. Rafiqul Islam**  
Chairman

**Md. Shofiqul Islam**  
Managing Director

**Md. Toufiqul Islam**  
Director

**Md Toriqul Islam**  
Director

**Md. Azizul Haque**  
Nominated Director

**Abdul Matin Bhuiyan**  
Independent Director

**A. F. M. Shamsul Islam**  
Independent Director

### AUDIT COMMITTEE

**Abdul Matin Bhuiyan**  
Chairman

**Md. Shofiqul Islam**  
Member

**Md. Toufiqul Islam**  
Member

**Mohammad Asaduzzaman ACS**  
Secretary

### MANAGEMENT COMMITTEE

**Md. Shofiqul Islam**  
Managing Director

**Md. Toufiqul Islam**  
Director

**Md Toriqul Islam**  
Director

**Md. Mukter Hossain Talukder, FCA**  
Director, Finance

**Mohammad Asaduzzaman ACS**  
Company Secretary

**Shankar Kumar Das, ACA**  
Chief Financial Officer





**Meeting of the Board of Directors**



**Meeting of the Management Committee**



**MD. ABDUL MATIN BHUIYAN**  
Chairman



**MOHAMMAD ASADUZZAMAN, ACS**  
Secretary



**MD. SHOFIQUL ISLAM**  
Member



**MD. TOUFIQUL ISLAM**  
Member

**Audit Committee**





**PERFORMANCE  
HIGHLIGHTS** 2016

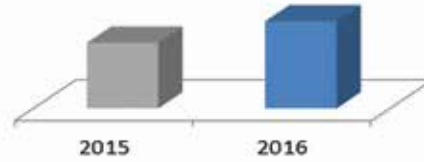
**SALES**

+28.7%



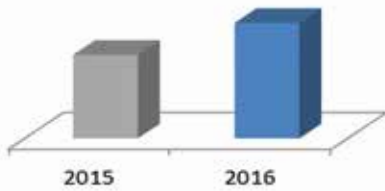
**GROSS PROFIT**

+32.8%



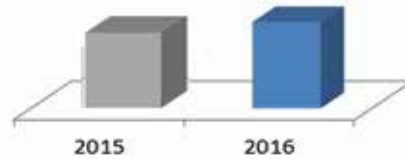
**OPERATING PROFIT**

+38.3%



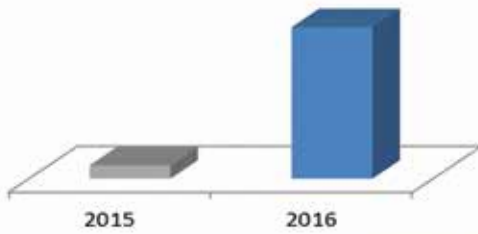
**NET PROFIT AFTER TAX**

+40.7%



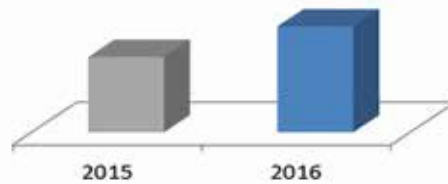
**NOCF PER SHARE**

+1041.1%



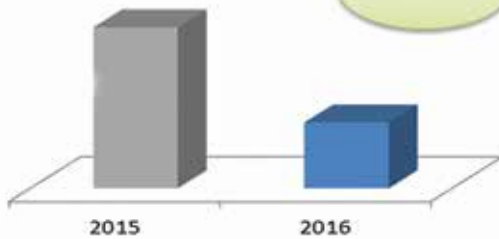
**EPS**

+40.7%



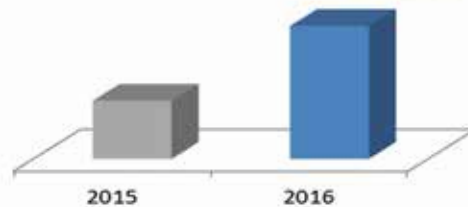
**NAV PER SHARE**

-4.8%



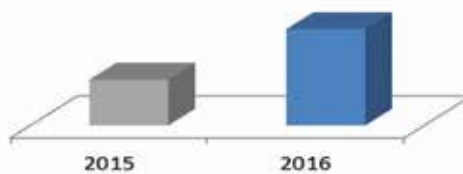
**SALES QUANTITY IN MT**

+10.8%



**TOTAL EQUITY**

+14.3%



- EPS-Earnings Per Share
- NAV-Net Asset Value
- NOCF-Net Operating Cash Flow



# *FROM CHAIRMAN'S DESK*

**Dear Shareholders,**

I begin by extending a warm and cordial welcome to all our esteemed shareholders at the Eleventh Annual General Meeting of your company Aman Feed Limited (AFL). As Chairman of the Board, I feel immensely honored and privileged in taking this opportunity to formally report to our valued shareholders for the second time. On behalf of the Board, I convey my heart-felt gratitude to all our respected shareholders for the continued support towards the Company over the past years.

In 2016, your company continued to make strong progress towards achieving our long-term goals and in delivering diverse products and services to our customers as reflected in our operating profit that has increased by 38.30 percent while the net profit has increased by 40.70 percent over 2015. I am confident that the key enablers of our strategy, together with our ongoing investment and restructuring of functional areas will support the continued growth of AFL in the years ahead.

As an expanding group, we are actively engaged in diverse businesses, including Trading, Cement Grinding Mills, Feed Mill, Spinning Mill & Composite Knit Garment industries, Cold storages, Agro-based industries, Shipyard and Energy.

Our goal is to remain at the cutting edge of each industry so that we can continue to create value for our shareholders, the community where we do business and the economy at large. Aman Feed Limited - a member company of Aman Group has been contributing significantly towards the overall economic growth of our beloved country through paying fair share of taxes, generating employment, participating in community services, reducing carbon emissions and much more.

We are pleased to reiterate once again that your company AFL has undertaken a bold initiative to reinforce its earning streams through rigorous expansion. On that account, an associate company namely Akin Feed Limited was formed. AFL holds 49% stake in the new company, which will start operation in 2017 in-shaa-Allaah. This endeavor would surely augment AFL's operating results and thereby add more value to our stakeholders.

We perceive each and every challenge as an opportunity. We are confident that banking on our lessons from previous year's experiences, we embark upon 2017 with renewed vigor, expectation and optimism. However, as we positively hope for the best, we must also remain prepared for the worst. As the Chairman of your company, I believe firmly that the (i) guidance of your Board of Directors; (ii) dedicated hard work of the Management team; (iii) cooperation from our business partners; and (iv) continued invaluable support of our shareholders, will allow the Company to successfully overcome all challenges in 2017 in-shaa-Allaah.

**The Board of Directors of AFL has always remained focused on maximizing shareholders' value through formulation of policies and guidelines to ensure sustainable profitability, prudent risk management and good governance. As the Chairman of your company, my objective is to make sure that the Board of Directors actively continue to play their due part in the coming years.**

Effective engagement with the shareholders is an important part of my role as Chairman. In this respect, I was pleased to meet a number of shareholders in last year's Annual General Meeting (AGM), and look forward to once again meeting many of you this year in-shaa-Allaah. Through this letter I once again extend a warm invitation to you for attending the 11th Annual General Meeting of AFL scheduled to be held on 15 December 2016 at 11:00 am at the factory premises located in Singhogati, Ullapara, Sirajganj.

The Board of Directors of AFL has always remained focused on maximizing shareholders' value through formulation of policies and guidelines to ensure sustainable profitability, prudent risk management and good governance. As the Chairman of your

company, my objective is to make sure that the Board of Directors actively continue to play their due part in the coming years. I eagerly look forward to receiving your thoughtful inputs.

Now, on behalf of the Board I would take this opportunity to thank our Regulators, Bangladesh Securities and Exchanges Commission and Stock Exchanges, NBR and other Regulatory Authorities of the Government of the People's Republic of Bangladesh for their continued guidance and support. I would also wish to thank each and every employee of the Company along with our auditors, advisors and external consultants for their hard work. I remain personally grateful to the honorable members of the Board for having vested their confidence in my leadership and also for their immense support and guidance.

In fine, I solicit almighty Allah's blessings and all your support to continue to drive for further progress and explore new business avenues. I personally believe that our motto 'Kaj Kori Desh Gori' would lead your company to a sustainable growth and help in contributing towards building a stronger Bangladesh in-Shaa-Allaah.

With sincere thanks,



**Md. Rafiqul Islam**  
Chairman

**The success of any organization requires more than just a sound business strategy. I am personally committed to ensuring that ethical leadership continues to be embedded in our culture across our Group. AFL's culture is a key component to our success. It has roots in the fundamental values we've held since our founding things like putting customers first and always acting with respect and integrity**



# **MESSAGE** FROM THE **MANAGING DIRECTOR**

## **OVERVIEW**

The 2016 was another good year for Aman Feed Limited (AFL). The Company has delivered record growth in its profitability for consecutive years underpinned by the continued focus on operational efficiencies and delivering better-than-expected business. Cost containment and margin improvement remained challenging, especially in light of the continued pressures from competitive environment. In these circumstances, we at AFL have every reason to be pleased with our performance. We had strong growth, increased our earnings and strengthened our financial stability.

AFL's operating revenue rose 28.70 percent to Tk. 3,654.09 million. Operating profit increased by 38.30 percent to Tk.697.04 million and the net profit strengthened further to Tk. 429.92 million registering a growth of 40.70 percent. We could do this by creating a sound basis for continued success through constantly increased market presence, innovation and product diversification. Moreover, consistent efforts for improving quality of products and services, enhancing revenues through cost-efficiency approach across all processes were vital to our success.

**AFL has done well despite many challenges and our strategy of diversifying business mix has helped deliver another year of consistent performance. The core revenue streams of AFL have contributed solidly across businesses and we have continued to improve operating efficiency and manage costs through capacity building and process improvements. Moreover, we have done well by fostering an ownership culture and placing our clients at the center of everything we do.**

In 2016, we continued to work harder to differentiate ourselves from our competitors with new strategies that enabled us to outperform the competition and to further expand market shares in the industry. Along with the focus on diversifying our earning streams, we have taken measures to strengthen our service streamlining our organizational structures. In line with our new departmental structure, we have engaged qualified management team in each department. They are responsible for implementing AFL's strategy in their respective operating areas.

Much can be done to enhance our current and future competitiveness giving more emphasis on product innovation and focused marketing efforts that will all help us towards achieving our goal. We also have to relentlessly drive for superior products.

#### **GREAT TEAM**

I feel good about what we've accomplished and how we're positioned. There are many reasons why. Our team has worked hard to meet our customers' needs and serve our stakeholders well. We always value the power of talented people, trained by inspired leadership, all driving hard towards achieving our goals.

We have a great team who has been involved in the cutting edge of delivering superior services. Our challenge now is to inspire our people with a vision that we can really become truly a leading feed manufacturing company, the very best to cater the needs of our market. This will help us build a company with sustained growth and gradually make AFL a lure for the most talented people around.

#### **ETHICAL LEADERSHIP**

The success of any organization requires more than just a sound business strategy. I am personally committed to ensuring that ethical leadership continues to be embedded in our culture across our organization. It has roots in the fundamental values we've held for many years – things like putting customers first and always acting with respect and integrity. It also encompasses our strengths, including a strong balance sheet, prudent risk management and a continuing focus on cost control. Building on our competitive advantages and proven strengths, we're constantly building the right culture, people and capabilities to deliver superior value to our clients, shareholders, employees and communities.


#### **GOING FORWARD**

Looking ahead, we will continue on our profitable growth path. Our growth agenda must be supported by an equally tireless pursuit of operational excellence. Enhanced customer service and upgraded quality should differentiate our competitive edge to help support cost benefits. We will continue to strive to improve our operational superiority through investment in training and development and honoring our core values. We have everything in place and we will continue to execute to turn your company into a strong and growing company. We remain focused on all of our targets and their achievement over time. We remain on track to meet our sales and cost reduction targets. However, the timing and pace of achieving our income related targets are dependent on the pace of economic development and the trajectory of cost of raw materials and financing cost.

#### **CLOSING REMARKS**

I would like to thank my revered colleagues who supported me and worked hard with passion, tremendous commitment, intensive and constructive teamwork in these challenging times to reach our corporate goals in 2016. This dedication is also honored by our customers and business partners, whom I would like to thank for their cooperation and confidence. I would also like to thank the Members of our Board for their valuable and supportive guidance and the efficient handling of business issues. Finally, I would like to thank you, our valued shareholders, for your continuing trust in AFL during the past year. I look to the future with optimism, and invite you to join us on this course.

Best regards,



**Md. Shofiqul Islam**  
Managing Director

**We are committed to offering a workplace where employees can achieve their full potential and feel proud to be part of Aman Feed. Investing in our people, ensuring their skills evolve with the needs of our business, acting on the value of diversity and inclusion – we view all of this as key to future growth. I am satisfied to observe already many indicators and measures that AFL will grow to be an employer of choice.**

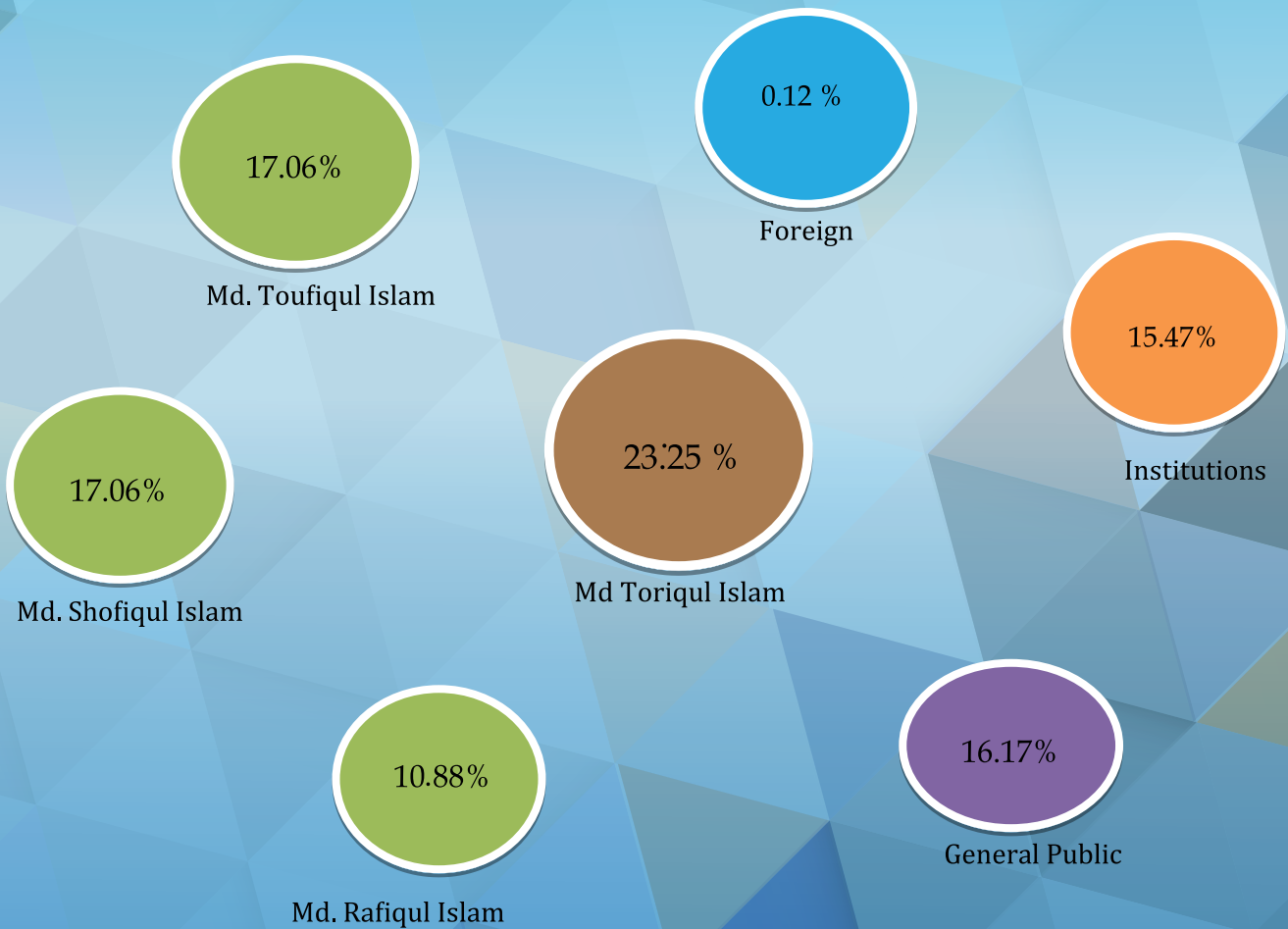
A MAN FEED



**THE**  
**SHAREHOLDERS**

## SHAREHOLDING STRUCTURE

Almost half of shareholding structure comprises of three sponsor directors namely Md. Rafiqul Islam (10.88%), Md. Shofiqul Islam (17.06%) and Md. Toufiqul Islam (17.06%). The rest 55.00% shareholding includes Md Toriqul Islam (23.25%), General Public (16.17%), Foreign (0.12%) and other institutions (15.47%) as on record date i.e. 17 November 2016









***DIRECTORS'***  
***PROFILE***

## **MD. RAFIQL ISLAM**

Chairman

Md. Rafiqul Islam, aged 53, Bangladeshi, was the founder Chairman of this Company. A visionary entrepreneur Mr. Islam is now the Chairman of the Company. He did his Masters of Science with honors from the University of Rajshahi.

He has more than 34 years of business experience in diversified business areas. He started his business career in the year 1984 engaging him in a family business named Aman Trading Corporation. He became a successful businessman within a short span of time by dint of his sincerity, honesty and hard working. He has established a good number of companies operating in the field of agriculture, research, cement, garments, textile, dying, feed mills, poultry & hatchery project etc. Under his dynamic leadership, Aman Group could establish its position in the corporate arena with a short span of time. He has gradually built a good number of successful business houses now a big conglomerate under the banner of Aman Group. Currently Aman Group consists of more than 36 companies. Currently, he is the Chairman of Aman Economic Zone Ltd., and Anwara Poultry & Hatchery Ltd. He is also the Managing Director of dozens of companies including Aman Tex Ltd., Aman Cement Mills Ltd., Aman Cold Storage Ltd., Milan Cold Storage Ltd., Aman Agro Industries Ltd., Aman Plant Tissue Culture Ltd., Aman Shipyard Ltd., Aman Green Energy Ltd., Akin Feed Ltd., Anwara Cold Storage Ltd., Aman Steel Mills Ltd., Aman Foods Ltd. Mr. Islam is the Director of Aman Poultry & Hatchery Ltd. and Aman Breeders Ltd. He is also the Proprietor of Islam Brothers & Co. and Aman Trading Corporation.

A widely travelled person Mr. Islam is also renowned for his philanthropic activities in the locality. He is currently a Member of the Bangladesh Cement Manufacturers Association, Bangladesh Fertilizer Association, Bangladesh Cold Storage Association, Rajshahi Chamber of Commerce & Industries and a corporate member of Uttara Club, Dhaka. He is also associated with many religious, social and cultural activities.

# **CHAIRMAN'S PROFILE**



**CHAIRMAN**  
**MD. RAFIQUUL ISLAM**

## **MD. SHOFIQU L ISLAM**

Director & Managing Director

Md. Shofiqu l Islam, aged 51, Bangladeshi, is the Sponsor Director of the Company. He is a graduate of Arts. He started his business career in the year 1991 by joining his family business with a vision to contributing to the generation of employments for the rural mass of the country through establishment of potential industrial units in different disciplines.

He is the Chairman of Akin Feed Ltd., Anwara Cold Storage Ltd., also the Managing Director of Anwara Poultry & Hatchery Ltd., Director of Aman Foods & Beverage Ltd., Aman Foods Ltd., Aman Tex Ltd., Aman Cement Mills Ltd., Aman Seeds Storage Ltd., Aman Poultry & Hatchery Ltd., Aman Cold Storage Ltd., Milan Cold Storage Ltd., Aman Agro Industries Ltd., A. M. Cold Storage Ltd., Aman Plant Tissue Culture Ltd., Aman Associates Ltd., Anwara Mannan Textile Mills Ltd., Aman Breeders Ltd., Aman Jute Fibrous Ltd., Aman Packaging & Accessories Ltd., Aman Cotton Fibrous Unit-2 Ltd., Aman Tex Unit-2 Ltd., Juvenile Trade International Ltd., Aman Steel Mills Ltd., Aman Packaging Ltd., Aman Shipyard Ltd., Aman Green Energy Ltd., Aman Economic Zone Ltd., and Proprietor of M/s Juvenile Construction.

He is a Member of Rajshahi Chamber of Commerce & Industries and Uttara Club, Dhaka. He is also associated with many religious, social and cultural activities.



# ***DIRECTOR'S PROFILE***

## **MD. TOUFIQUL ISLAM**

Director

Md. Toufiqul Islam, aged 42, Bangladeshi, is the Sponsor Director of the Company. He is an MBA. He started his business career in the year 1996 by joining his family business with a vision to contributing to the generation of employments for the mass people of the rural areas of the country through establishment of potential industrial units in different disciplines.

He is also the Managing Director of Aman Breeders Ltd., Juvenile Trade International Ltd., Aman Economic Zone Ltd., Director of Aman Tex Ltd., Aman Cement Mills Ltd., Aman Seeds Storage Ltd., Aman Cold Storage Ltd., Milan Cold Storage Ltd., Aman Agro Industries Ltd., A M. Cold Storage Ltd., Aman Plant Tissue Culture Ltd., Aman Associates Ltd., Anwara Mannan Textile Mills Ltd., Aman Jute Fibrous Ltd., Aman Packaging & Accessories Ltd., Aman Cotton Fibrous Unit-2 Ltd., Aman Tex Unit-2 Ltd., Aman Foods & Beverage Ltd., Aman Packaging Ltd., Aman Shipyard Ltd., Aman Green Energy Ltd., Akin Feed Ltd., Anwara Poultry & Hatchery Ltd., Anwara Cold Storage Ltd., Aman Steel Mills Ltd., Aman Foods Ltd., and Proprietor of M/s R S & T International.

He is well renowned for his philanthropic work in his locality. He is a Member of Rajshahi Chamber of Commerce & Industries and Uttara club, Dhaka. He is also associated with many religious, social and cultural activities.



# ***DIRECTOR'S PROFILE***

## **MD TORIQUUL ISLAM**

Director

Md Toriquul Islam, aged 25, is the Director of the Company. He is a graduate of Science major in Manufacturing Engineering. He has completed his graduation from a renowned University of Malaysia. He started his business career six years back. He is the Managing Director of Aman Cement Mills Unit-2 Ltd., Aman Poultry & Hatchery Ltd., and Director of Anwara Mannan Textile Mills Ltd, A. M. Cold Storage Ltd., Juvenile Trade International Ltd., Aman Foods & Beverage Ltd., Akin Feed Ltd., Aman Economic Zone Ltd., Aman Foods Ltd.



# ***DIRECTOR'S PROFILE***



NOMINATED  
DIRECTOR

## **DIRECTOR'S PROFILE**

### **MD. AZIZUL HAQUE**

Nominated Director

Md. Azizul Haque is a Nominated Director of the Company representing Aman Agro Industries Limited. He is a graduate of Commerce. He also completed Chartered Accountancy course under Khan Wahab Shafiq Rahman & Co. in the year 1980. Then he joined the Government Service and retired from the service in the year 2003. After retiring, he has been attached with Aman Agro Industries Limited. He has more than thirty years of experience in government and private service. Presently, he is the General Manager of Aman Agro Industries Limited and Nominated Director of Aman Feed Ltd.





## **DIRECTOR'S PROFILE**

### **MD. ABDUL MATIN BHUIYAN**

Independent Director

Md. Abdul Matin Bhuiyan joined Aman Feed Limited as Independent Director on 30 April 2015. He is wide experienced personnel particularly in the Banking, Finance & Industrial Sector. He served continuously over 35 years in Nationalized & Private Sector traditional & Islamic Commercial Banks in various capacities from 1973 to 2007 and retired from Social Islamic Bank Ltd (SIBL) as Executive Vice President.

Mr. Bhuiyan obtained M.Sc. degree from the University of Dhaka. He has also Diploma from the Institute of Bankers, Bangladesh (DAIBB) and attended many short and long training courses on Banking, Finance, Personnel management, Labour, Business & Industrial Management etc. in renowned institute including IBA, DU, BIMB etc. He obtained distinction in Post Graduate Diploma in Industrial Management (PGDIM) from Bangladesh Management Development Centre (BMDC), Dhaka.

He has been providing Consultancy service to different Industrial concerns. As a knowledgeable person on Banking, Finance, Industry and Corporate Laws etc., He is able to make meaningful contribution to the business of Aman Feed Ltd.



## DIRECTOR'S PROFILE

### **A. F. M. SHAMSUL ISLAM**

Independent Director

Mr. A. F. M. Shamsul Islam has been associated as an Independent Director in Aman Feed Ltd. on 1 May 2015. Prior to this, he used to work for different organization both home and abroad in different position. Mr. Islam has attained over 35 years of experience in the field of power generation, transmission and distribution.

Upon completion of his graduation in B.Sc. Engineering (Electrical) in 1978 from Rajshahi Engineering College, he joined Rural Electrification Board (REB) as an Assistant Engineer. After that he worked for the Bangladesh Power Development Board (BPDB) and Dhaka Electric Supply Authority (DESA) about 27 years in different senior positions. He obtained Advanced Diploma in "Distribution Engineering" from U.K. during 1993-94 under ODA Scholarship, UK.

Besides these Govt. enterprises, he also worked for Saudi Services and Operating Company (SSOC) Dammam, Saudi Arabia as Chief Electrical Engineer and Dubai Electricity & Water Authority (DEWA) UAE during 1994 – 97. He also worked for the Ministry of Local Govt. Botswana, Africa during 2007-08 as Principal Electrical Engineer (PEE).

Mr. Islam attended various workshops and seminars held in home and abroad. He participated in important seminars and workshops on 'Distribution Engineering', 'Digital Energy Meter (Industrial), Bulgaria, Current Transformers (CT), India etc.

During his service tenure, he attained diversified business experience and leadership. His knowledge, business experience and leading capacity derived him to take the challenging position like Independent Director of Aman Feed Ltd.

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***CORPORATE  
GOVERNANCE***

**Compliance Report on Corporate Governance Guidelines as per BSEC Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August, 2012.**

| Condition No. | Title  | Compliance Status |              | Remarks |
|---------------|--|-------------------|--------------|---------|
|               |  | Complied          | Not Complied |         |
| 1.1           | <b>Board's Size</b><br>Board members should not be less than 5 (Five) and more than 20 (Twenty)  | √                 |              |         |
| 1.2           | <b>Independent Directors</b>   |                   |              |         |
| 1.2(i)        | Independent Director: At least 1/5 <sup>th</sup>   | √                 |              |         |
| 1.2(ii)(a)    | Does not hold any share or holds less than 1% shares of the total paid-up shares   | √                 |              |         |
| 1.2(ii)(b)    | Not connected with any Sponsor/Director/shareholder who hold 1% or more shares of the total paid-up shares on the basis of family relationship | √                 |              |         |
| 1.2(ii)(c)    | Does not have any other relationship, whether pecuniary or otherwise, with the Company or its subsidiary/associated Companies.                 | √                 |              |         |
| 1.2(ii)(d)    | Not a member, Director or officer of any stock exchange.   | √                 |              |         |
| 1.2(ii)(e)    | Not a shareholder, Director or Officer of any member of Stock exchange or an intermediary of the Capital Market.                               | √                 |              |         |
| 1.2(ii)(f)    | Not a partner or executive or was not a partner or an executive during the preceding 3 (Three) years of any statutory audit firm.              | √                 |              |         |
| 1.2(ii)(g)    | Not be an Independent Director in more than 3 (Three) Listed Companies   | √                 |              |         |
| 1.2(ii)(h)    | Not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a Bank or a NBFIs                             | √                 |              |         |
| 1.2(ii)(i)    | Not been convicted by a criminal offence involving moral turpitude   | √                 |              |         |
| 1.2(iii)      | Appointed by the Board of Directors and approved by the shareholders in the AGM  | √                 |              |         |
| 1.2(iv)       | Not remain vacant for more than 90 (ninety) days   |                   |              | N/A     |

| Condition No. | Title   | Compliance Status |              | Remarks |
|---------------|---|-------------------|--------------|---------|
|               |   | Complied          | Not Complied |         |
| 1.2(v)        | Board shall lay down a Code of Conduct of all Board members and annual compliance of the code to be recorded  | √                 |              |         |
| 1.2(vi)       | Tenure of office of an Independent Director shall be for a period of 3 (Three) years, which may be extended for 1 (one) term only.                                    | √                 |              |         |
| 1.3           | <b>Qualification of Independent Director (ID)</b>   |                   |              |         |
| 1.3(i)        | Knowledge of Independent Directors  | √                 |              |         |
| 1.3(ii)       | Background of Independent Directors   | √                 |              |         |
| 1.3(iii)      | Special cases of qualification  | √                 |              |         |
| 1.4           | <b>Chairman of the Board and Chief Executive Officer</b><br>Individual Chairman of the Board and Chief Executive Officer, clearly defined roles and responsibilities. | √                 |              |         |
| 1.5           | <b>The Director's Report to the Shareholders</b>  |                   |              |         |
| 1.5(i)        | Industry outlook and possible future developments in the industry.  | √                 |              |         |
| 1.5(ii)       | Segment wise or product wise performance  | √                 |              |         |
| 1.5(iii)      | Risks and concerns  | √                 |              |         |
| 1.5(iv)       | Discussion on Cost of Goods Sold, Gross profit Margin and Net Margin  | √                 |              |         |
| 1.5(v)        | Discussion on continuity of any Extraordinary gain or loss  | √                 |              |         |
| 1.5(vi)       | Basis of Related party transaction  | √                 |              |         |
| 1.5(vii)      | Utilization of Proceeds from public issue, rights issues and/ or through any others   | √                 |              |         |
| 1.5(viii)     | An Explanation if the financial results deteriorate after the company goes for IPO, RPO, Rights offer and direct listings.  |                   |              | N/A     |
| 1.5(ix)       | Explanation about significant variance occurs between Quarterly Financial performance and Annual Financial statements   |                   |              | N/A     |
| 1.5(x)        | Remuneration to Directors including independent directors   | √                 |              |         |
| 1.5(xi)       | Fairness of Financial statements  | √                 |              |         |
| 1.5(xii)      | Maintenance of proper books of accounts   | √                 |              |         |

| Condition No. | Title   | Compliance Status |              | Remarks |
|---------------|---|-------------------|--------------|---------|
|               |   | Complied          | Not Complied |         |
| 1.5(xiii)     | Adaptation of appropriate Accounting policies and estimates                                   | √                 |              |         |
| 1.5(xiv)      | Compliance with International accounting Standard (IAS)/ BAS/IFRS /BFRS                       | √                 |              |         |
| 1.5(xv)       | Soundness of internal Control System  | √                 |              |         |
| 1.5(xvi)      | Ability to Continue as going concern  | √                 |              |         |
| 1.5(xvii)     | Significant deviations from last year's operating result                                      | √                 |              |         |
| 1.5(xix)      | Reasons for not declared of Dividend  |                   |              | N/A     |
| 1.5(xx)       | Details of Board Meeting  | √                 |              |         |
| 1.5(xxi)      | Shareholding Pattern  | √                 |              |         |
| 1.5(xxi)a)    | Parent/ Subsidiary/ associated Companies and other related parties                            | √                 |              |         |
| 1.5(xxi)(b)   | Directors, CEO,CS,CFO,HIA their spouses and children  | √                 |              |         |
| 1.5(xxi)c)    | Executives  | √                 |              |         |
| 1.5(xxi)d)    | 10% or more voting interest   | √                 |              |         |
| 1.5(xxii)     | Appointment/ Re-appointment of a Director   | √                 |              |         |
| 1.5(xxii)(a)  | Resume of Director  | √                 |              |         |
| 1.5(xxii)(b)  | Expertise in specific functional areas  | √                 |              |         |
| 1.5(xxii)(c)  | Holding of directorship in other companies and membership of committees of the board          | √                 |              |         |
| 2             | <b>Chief Financial Officer (CFO), Head of Internal Audit (HIA) and Company Secretary (CS)</b> |                   |              |         |
| 2.1           | Appointment of CFO, Head of Internal Audit and Company Secretary                              | √                 |              |         |
| 2.2           | Requirement to attend the Board Meetings for CFO & CS   | √                 |              |         |
| 3             | <b>Audit Committee</b>  |                   |              |         |
| 3(i)          | Constitution of Audit Committee   | √                 |              |         |
| 3(ii)         | Assistance Of Audit Committee   | √                 |              |         |
| 3(iii)        | Responsibilities of Audit Committee   | √                 |              |         |
| 3.1           | <b>Constitution of the Audit Committee</b>  |                   |              |         |
| 3.1(i)        | At least 3 (three) members  | √                 |              |         |
| 3.1(ii)       | Appointment of members of the Audit Committee   | √                 |              |         |
| 3.1(iii)      | Qualification of Audit Committee members  | √                 |              |         |
| 3.1(iv)       | Casual vacancy in Audit Committee   | √                 |              |         |
| 3.1(v)        | Secretary of Audit Committee  | √                 |              |         |
| 3.1(vi)       | Quorum Of the Audit Committee   | √                 |              |         |
| 3.2           | <b>Chairman of the Audit Committee</b>  |                   |              |         |
| 3.2(i)        | Board of Directors shall select the Chairman  | √                 |              |         |

| Condition No. | Title  | Compliance Status |              | Remarks |
|---------------|--|-------------------|--------------|---------|
|               |  | Complied          | Not Complied |         |
| 3.2(ii)       | Chairman of the Audit Committee shall remain present in the AGM  | √                 |              |         |
| 3.3           | <b>Role of Audit Committee</b>   |                   |              |         |
| 3.3(i)        | Oversee the financial reporting process  | √                 |              |         |
| 3.3(ii)       | Monitor choice of accounting policies and principles   | √                 |              |         |
| 3.3(iii)      | Monitor Internal Contribute Risk Management process  | √                 |              |         |
| 3.3(iv)       | Oversee hiring and performance of external auditors  | √                 |              |         |
| 3.3(v)        | Review the annual financial statements before submission to the board for approval   | √                 |              |         |
| 3.3(vi)       | Review the quarterly and half yearly financial statements before submission to the board of approval                                 | √                 |              |         |
| 3.3(vii)      | Review the adequacy of internal audit function   | √                 |              |         |
| 3.3(viii)     | Review statement of significant related party transaction  | √                 |              |         |
| 3.3(ix)       | Review Management Letter/ Letter of internal Control weakness issued by statutory auditors   | √                 |              |         |
| 3.3(x)        | Review of the fund utilization when money is raised through Initial Public Offering(IPO) / Repeat public offering (RPO) Rights Issue | √                 |              |         |
| 3.4           | <b>Reporting of the Audit Committee</b>  |                   |              |         |
| 3.4.1         | <b>Reporting to the Board of Directors</b>   |                   |              |         |
| 3.4.1(i)      | Activities of Audit Committee  | √                 |              |         |
| 3.4.1(ii)(a)  | Reporting of Conflict of interest to the Board of Directors  | √                 |              |         |
| 3.4.1(ii)(b)  | Material defect in the internal control system   | √                 |              |         |
| 3.4.1(ii)(c)  | Infringement of laws, rules and regulations  | √                 |              |         |
| 3.4.1(ii)(d)  | Any Other Matter   | √                 |              |         |
| 3.4.2         | Reporting to the Authorities   | √                 |              |         |
| 3.5           | Reporting to Shareholders and General Investors  | √                 |              |         |
| 4             | <b>External/ Statutory Auditors</b>  |                   |              |         |
| 4(i)          | Non-engagement in appraisal or valuation   | √                 |              |         |
| 4(ii)         | Non-engagement in designing of Financial Information System  | √                 |              |         |
| 4(iii)        | Non-engagement in book keeping   | √                 |              |         |
| 4(iv)         | Non-engagement in Broker-dealer service  | √                 |              |         |

| Condition No. | Title  | Compliance Status |              | Remarks |
|---------------|--|-------------------|--------------|---------|
|               |  | Complied          | Not Complied |         |
| 4(v)          | Non-engagement in Agricultural Service   | √                 |              |         |
| 4(vi)         | Non-engagement in internal Audit   | √                 |              |         |
| 4(vii)        | Services that the Audit Committee determines   | √                 |              |         |
| 4(viii)       | Audit firms shall not hold any share of the company they audit                       | √                 |              |         |
| 4(ix)         | Not appointed as CG Compliance Auditors  | √                 |              |         |
| 5             | <b>SUBSIDIARY COMPANY</b>  |                   |              |         |
| 5(i)          | Composition of the board of directors  |                   |              | N/A     |
| 5(ii)         | At least 1 (one) independent director to the subsidiary company                      |                   |              | N/A     |
| 5(iii)        | Submission of Minutes to the holding company   |                   |              | N/A     |
| 5(iv)         | Review of Minutes by the holding company   |                   |              | N/A     |
| 5(v)          | Review of financial Statement by the holding company                                 |                   |              | N/A     |
| 6             | <b>DUTIES OF CEO and CFO</b>   |                   |              |         |
| 6(i)a)        | Reviewed the materially untrue of the financial statements                           | √                 |              |         |
| 6(i)b)        | Reviewed about compliance of the accounting slandered                                | √                 |              |         |
| 6(ii)         | Reviewed about fraudulent, illegal or violation of the company's code of conduct     | √                 |              |         |
| 7             | <b>Reporting and COMPLIANCE OF CORPORATE GOVERNANCE:</b>                             |                   |              |         |
| 7(I)          | Obtain certificate about compliance of conditions of Corporate Governance Guidelines | √                 |              |         |
| 7(ii)         | Annexure attached in the directors' report'  | √                 |              |         |





Certificate on Compliance of Corporate Governance  
As per condition no. 6 of Corporate Governance Guidelines

We do hereby certify to the Board that:-

1. We have reviewed the Financial Statements of the Company for the year ended 30 June 2016 and that to the best of our knowledge and belief:
  - a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - b) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.
2. There are, to the best of knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violation of the Company's code of conduct.

A handwritten signature in black ink, appearing to read 'Md. Shofiqul Islam', is located to the left of the signature block.

(Md. Shofiqul Islam )  
Managing Director

A handwritten signature in black ink, appearing to read 'Shankar Kumar Das', is located to the right of the signature block.

(Shankar Kumar Das, ACA)  
Chief Financial Officer

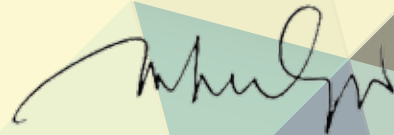


**CERTIFICATE ON COMPLIANCE OF CONDITIONS  
OF CORPORATE GOVERNANCE  
To the Shareholders of Aman Feed Limited**

We have examined the accompanying compliance to the BSEC guidelines on Corporate Governance by **Aman Feed Limited** for the year ended on 30 June 2016. These guidelines relate to the Notification no. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 of the Bangladesh Securities and Exchange Commission (BSEC) on Corporate Governance under Section 2CC of the Securities and Exchange Ordinance 1969.

Such compliance of conditions of Corporate Governance guidelines is the responsibility of the management. Our examination was limited to the procedures and implementation thereof as adopted by the management in ensuring compliance to the conditions of Corporate Governance guidelines. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations provided to us, we certify that the Company has complied with the conditions of Corporate Governance Guidelines as stipulated in the above mentioned guidelines issued by BSEC Notification dated August 07, 2012.



**Mahfel Huq & Co.**  
Chartered Accountants

Place-Dhaka  
Date: November 12, 2016

# AUDIT COMMITTEE REPORT



**AUDIT COMMITTEE REPORT**  
For the Year ending June 30, 2016

The Audit Committee consists of the following persons:

|                              |             |
|------------------------------|-------------|
| Mr. Abdul Matin Bhuiyan      | - Chairman  |
| Mr. Md. Shofiqul Islam       | - Member    |
| Mr. Md. Toufiqul Islam       | - Member    |
| Mr. Mohammad Asaduzzaman ACS | - Secretary |

The Independent Director, Mr. Abdul Matin Bhuiyan acts as the Chairman of the Committee. As per regulatory guidelines, the Company Secretary, Mr. Mohammad Asaduzzaman ACS acts as Secretary to the Committee. The Audit Committee, accordingly, performs in absolute coherence and ensures compliance with the Corporate Governance Guidelines promulgated by the Bangladesh Securities and Exchange Commission (BSEC).

**The scope of Audit Committee was defined as under:**

- Review and recommend to the Board to approve the quarterly, half-yearly and annual financial statements prepared for statutory purposes;
- Monitor and oversee choice of accounting policies and principles, internal control risk management process, auditing matter, hiring and performance of external auditors;
- Review statement of significant related party transactions submitted by the management;
- Review and consider the report of internal auditors and statutory auditors' observations on internal control.

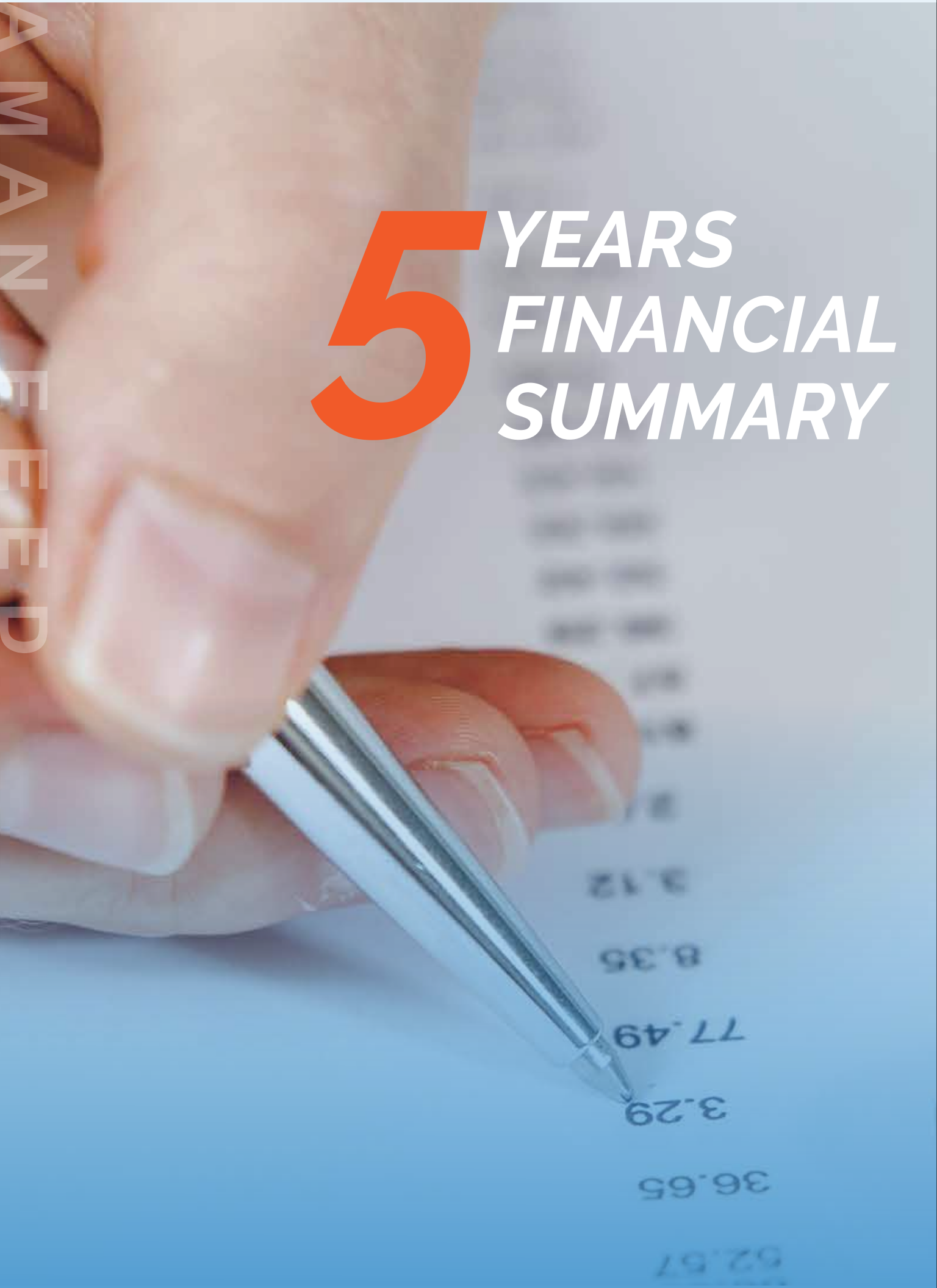
**Activities carried out during the year:**

The committee reviewed the integrity of the quarterly and annual financial statements and recommended to the Board for consideration. The Committee had overseen, reviewed and approved the procedure and task of the internal audit, financial report preparation and the external audit reports. The Committee found adequate arrangement to present a true and fair view of the activities and the financial status of the company and to ensure that its assets are safeguarded properly.



Abdul Matin Bhuiyan  
Chairman  
Audit Committee  
Date: 23 October 2016

# 5 YEARS FINANCIAL SUMMARY



## Five Years' Financial Summary

| Particulars/Year           | 2016          | 2015          | 2014          | 2013          | 2012          |
|----------------------------|---------------|---------------|---------------|---------------|---------------|
| <b>Assets Employed</b>     |               |               |               |               |               |
| Total Assets               | 4,930,193,178 | 4,670,320,776 | 3,198,244,350 | 2,905,447,704 | 2,119,183,864 |
| Total Current Assets       | 3,651,416,169 | 3,592,316,234 | 2,376,526,485 | 2,071,087,821 | 1,538,978,004 |
| Property Plant & Equipment | 1,068,043,434 | 963,718,986   | 821,717,865   | 668,147,254   | 522,605,860   |
| Inventories                | 1,209,430,944 | 1,227,703,169 | 951,697,925   | 926,683,574   | 874,354,543   |
| Accounts Receivable        | 1,681,946,640 | 1,329,532,060 | 1,242,960,176 | 995,760,213   | 609,325,263   |
| <b>Financed By</b>         |               |               |               |               |               |
| Share Capital              | 960,000,000   | 80,000,000    | 60,000,000    | 60,000,000    | 60,000,000    |
| Revaluation Reserve        | 111,485,727   | 111,485,727   | 111,485,727   | 111,485,727   | -             |
| Retained Earnings          | 1,690,267,255 | 1,440,341,133 | 1,134,774,813 | 836,594,333   | 542,822,783   |
| <b>Revenue and Profit</b>  |               |               |               |               |               |
| Revenue Earned             | 3,654,092,037 | 2,839,770,808 | 2,641,647,263 | 2,536,309,939 | 2,032,447,735 |
| Gross Profit               | 813,821,344   | 612,532,502   | 564,803,634   | 586,762,694   | 459,126,053   |
| Net Profit Before Tax      | 545,816,350   | 315,703,280   | 305,513,050   | 309,518,196   | 318,955,817   |
| Net Profit After Tax       | 429,926,122   | 305,566,321   | 298,180,480   | 293,771,550   | 298,395,541   |

AWMAN  
FEED

**CONTRIBUTION TO  
NATIONAL  
ECONOMY**



## CONTRIBUTION TO NATIONAL ECONOMY

Aman Feed Ltd. is one of the major employers and one of the best listed companies amongst the poultry and livestock industries in Bangladesh. Therefore, the role of AFL in the economy is extensive in terms of practicing corporate governance, employment generation, tax payment, contribution to underprivileged people, protection of environment and serving the society. As on 30 June 2016, the number of permanent employees was more than three hundred. In addition, the business activities of AFL touch the lives of millions of people and business.

AFL strongly recognizes that it has corporate responsibility to the development of the community and the country as a whole. AFL aspires to be known as an institution that builds enduring relationship with and delivers value for its customers, shareholders, employees, government and the community.

### Priorities of AFL

- Provide substantial return to shareholders against their investment
- Contribute to the National Exchequer through paying fair tax
- Purchase goods and services responsibly from suppliers
- Meet customers' expectation by providing quality feed
- Maintain the growth of employment generation
- Operate business by keeping the environment healthy for the generation to come



A M I F E E D



# ***DIRECTORS'*** ***REPORT TO THE*** ***SHAREHOLDERS***

Dear Valued Shareholders,

Assalamualaikum,

On behalf of the Board of Directors, I welcome you all to the 1<sup>th</sup> Annual General Meeting (AGM) of Aman Feed Ltd. (AFL). We have the pleasure to place herewith the Directors' Report and the Auditors' Report, together with the Audited Financial Statements of the Company, for the year ending June 30, 2016 for your valued consideration, approval and adoption.

### **Business Operations**

2016 was another excellent year for Aman Feed Ltd. despite fierce market competition, incremental tax burden and a difficult operating environment. The Company continued its enviable track record as one of the market leaders in Bangladesh whilst maintaining its position as the most reliable for manufacturing and distributing high quality Poultry Feed, Fish Feed, Shrimp Feed and Cattle Feed to its customers or consumers throughout the Country.

The company focused to maintain steady production in the factory. As a result, during the year it has sold total 96,796 MT feed of which Broiler Feed 42,240 MT, Layer Feed 33,567 MT, FishFeed 17,893 MT and CattleFeed 3,096 MT and aggregate sales of BDT 3,654.09 million. The production capacity utilized in 2015-16 remained almost stable which is approximately 83% of its installed capacity. The Initial Public Offering (IPO) of the Company was made in 2015 and the fund raised thereby is yet to be utilized completely as reported to the regulators. There will be a positive business impact after full utilization of IPO fund.

### **Financial Results**

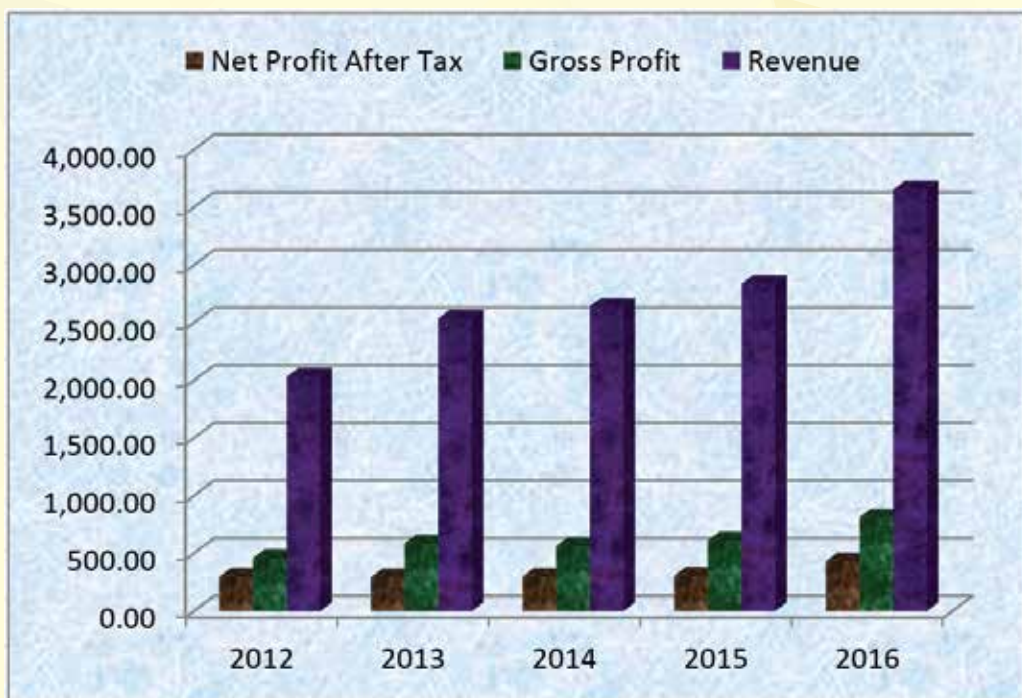
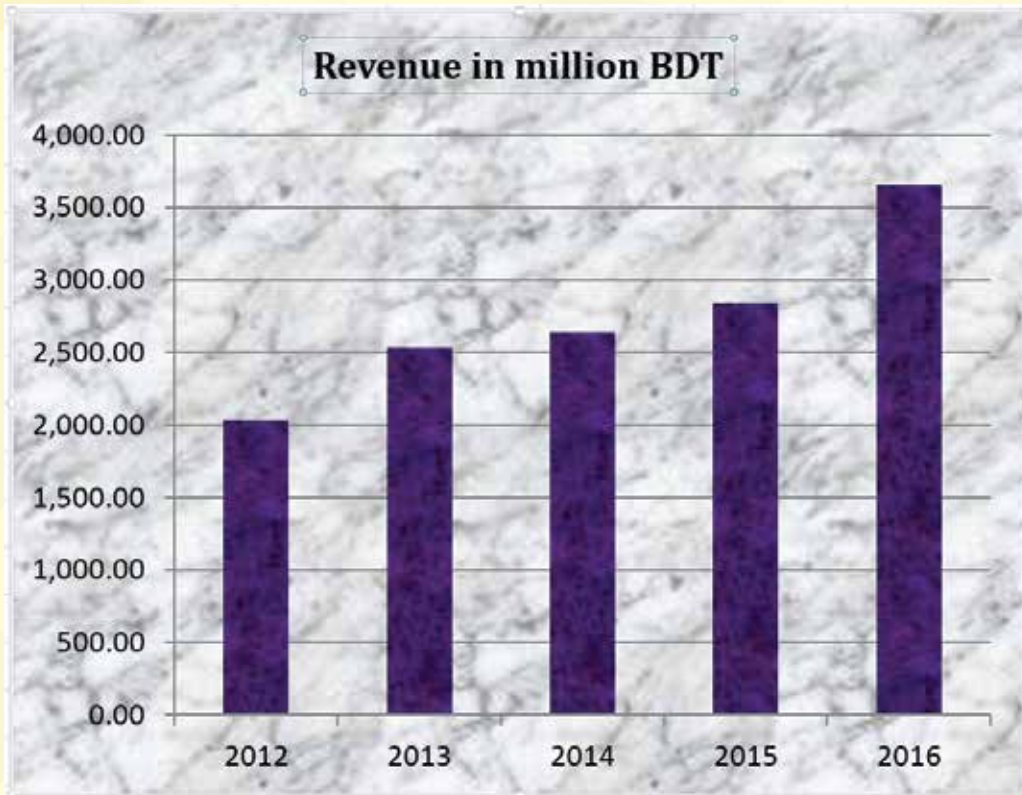
Total sales of the Company increased to BDT 3,654.1 million in 2016 from BDT 2,839.8 million in 2015 registering around 28.7% growth following the increased price and quantity. The Company has posted net profit after tax BDT 429.9 million during the year 2016 which was BDT 305.6 million during the previous year. The profitability position of the Company remained uptrend compared to previous year. Net profit margin is approximately 11.8% which reveals sound business performance of the Company which provides a cushion in the event of adverse price movement and mitigates its risk to some extent. Moreover, business risk is partly mitigated by AFL's entry into diversified products such as broiler feed, layer feed, fish feed and cattle feed. The earnings per share (EPS) and net asset value per share (NAV) are BDT 4.48 and BDT 34.18 respectively against paid up capital of BDT 960 million.



## Comparative Financial Performance

| Particulars/Year           | 2016          | 2015          | 2014          | 2013          | 2012          |
|----------------------------|---------------|---------------|---------------|---------------|---------------|
| <b>Assets Employed</b>     |               |               |               |               |               |
| Total Assets               | 4,930,193,178 | 4,670,320,776 | 3,198,244,350 | 2,905,447,704 | 2,119,183,864 |
| Total Current Assets       | 3,651,416,169 | 3,592,316,234 | 2,376,526,485 | 2,071,087,821 | 1,538,978,004 |
| Property Plant & Equipment | 1,068,043,434 | 963,718,986   | 821,717,865   | 668,147,254   | 522,605,860   |
| Inventories                | 1,209,430,944 | 1,227,703,169 | 951,697,925   | 926,683,574   | 874,354,543   |
| Accounts Receivable        | 1,681,946,640 | 1,329,532,060 | 1,242,960,176 | 995,760,213   | 609,325,263   |
| <b>Financed By</b>         |               |               |               |               |               |
| Share Capital              | 960,000,000   | 80,000,000    | 60,000,000    | 60,000,000    | 60,000,000    |
| Revaluation Reserve        | 111,485,727   | 111,485,727   | 111,485,727   | 111,485,727   | -             |
| Retained Earnings          | 1,690,267,255 | 1,440,341,133 | 1,134,774,813 | 836,594,333   | 542,822,783   |
| <b>Revenue and Profit</b>  |               |               |               |               |               |
| Revenue Earned             | 3,654,092,037 | 2,839,770,808 | 2,641,647,263 | 2,536,309,939 | 2,032,447,735 |
| Gross Profit               | 813,821,344   | 612,532,502   | 564,803,634   | 586,762,694   | 459,126,053   |
| Net Profit Before Tax      | 545,816,350   | 315,703,280   | 305,513,050   | 309,518,196   | 318,955,817   |
| Net Profit After Tax       | 429,926,122   | 305,566,321   | 298,180,480   | 293,771,550   | 298,395,541   |

### Financial performance 2015-16





### Dividend

For the year ended June 30, 2016, the Board of Directors of the Company are pleased to recommend a Final Cash Dividend @ 20% and Stock Dividend @ 10% of the paid-up capital for the year 2015-16 out of the divisible profits of the Company for consideration and approval of the Shareholders for distribution and allotment respectively. The total recommended dividend is 30% of the paid up capital of the Company.

### Board of Directors

The composition of the Board of Directors who held office during the year was as below:

- Md. Rafiqul Islam, Director and Chairman
- Md. Shofiqul Islam, Director and Managing Director
- Md. Toufiqul Islam, Director
- Md Toriqul Islam, Director
- Md. Azizul Haque, Nominated Director (Aman Agro Industries Ltd.)
- Abdul Matin Bhuiyan, Independent Director
- A. F. M. Shamsul Islam, Independent Director

### Board of Directors Meeting

During the year ended 30 June 2016, (9) nine board meetings were held which met the regulatory requirements in this respect. The attendance of the Board of Directors' Meeting by each director is shown as follows:

| Name of Director       | Attendance | Leave of absence | Remarks                  |
|------------------------|------------|------------------|--------------------------|
| Md. Rafiqul Islam      | 9          | -                | -                        |
| Md. Shofiqul Islam     | 9          | -                | -                        |
| Md. Toufiqul Islam     | 8          | 1                | Granted leave of absence |
| Md Toriqul Islam       | 8          | 1                | Granted leave of absence |
| Md. Azizul Haque       | 8          | 1                | Granted leave of absence |
| Abdul Matin Bhuiyan    | 8          | 1                | Granted leave of absence |
| A. F. M. Shamsul Islam | 8          | 1                | Granted leave of absence |

### Directors' Appointment & Re-Appointment

With regard to the appointment, retirement and re-appointment of Directors, the Company is governed by its Articles of Association, the Companies Act. 1994 and other related legislations. Accordingly, the following Directors of the Board will retire at this Annual General Meeting. They are, however, eligible for re-appointment:

1. Mr. Md. Shofiqul Islam
2. Mr. Md. Azizul Haque

Brief profiles of the Directors being proposed for re-appointment are given under the head Directors' profile of the Annual Report, which fulfill condition 1.5 (xxii) of the Corporate Governance Guidelines of BSEC.

### Directors' remuneration and related party transactions

The Company carried out a number of transactions with related parties in the normal course of business. Details of related parties and related party transactions have been disclosed in note 31 to the Financial Statements as per requirements of relevant IFRS.

| Particulars<br>Name of the party | Relationship                          | Nature of<br>Transaction | Amounts in Taka            |                            |
|----------------------------------|---------------------------------------|--------------------------|----------------------------|----------------------------|
|                                  |                                       |                          | Year ended<br>30 June 2016 | Year ended<br>30 June 2015 |
| Md. Rafiqul Islam                | Chairman<br>& Shareholder             | Remuneration             | 1,200,000                  | -                          |
|                                  |                                       | Board meeting fee        | 45,000                     | 50,000                     |
| Md. Shofiqul Islam               | Managing<br>Director &<br>Shareholder | Remuneration             | 2,400,000                  | 2,600,000                  |
|                                  |                                       | Board meeting fee        | 45,000                     | 50,000                     |
| Md. Toufiqul Islam               | Director &<br>Shareholder             | Remuneration             | 1,200,000                  | -                          |
|                                  |                                       | Board meeting fee        | 40,000                     | 50,000                     |
| Md Toriqul Islam                 | Director &<br>Shareholder             | Remuneration             | 1,200,000                  | -                          |
|                                  |                                       | Board meeting fee        | 40,000                     | 50,000                     |
| Md. Azizul Haque                 | Nominee<br>Director                   | Board meeting fee        | 40,000                     | 45,000                     |
| Abdul Matin Bhuiyan              | Independent<br>Director               | Board meeting fee        | 40,000                     | 25,000                     |
| A.F.M. Shamsul Islam             | Independent<br>Director               | Board meeting fee        | 40,000                     | 25,000                     |
| Aman Cement Mills Ltd.           | Common<br>Director                    | Office rent              | 120,000                    | 120,000                    |
| Aman Group Ltd.                  | Common<br>Director                    | Office rent              | 1,920,000                  | 1,200,000                  |

## Appointment of Auditors

The present auditor of the company, Ahmed Zaker & Co. Chartered Accountants, has completed audit for the year 2015-16 and they will retire in the 11<sup>th</sup> Annual General Meeting. The present auditors are eligible and expressed their interest to perform audit for the year 2016-17. The audit committee has also proposed the name of Ahmed Zaker & Co., Chartered Accountants for appointment as statutory auditor of the company to perform audit for the year 2016-17. The Board recommends their re-appointment for the year 2016-17 and continuation till the next AGM.

## Capital raising phases

Allotment-wise total capital

| Particulars of Allotment            | Date of Allotment | Number of shares issued            |  | Amount of Share Capital (Taka) |
|-------------------------------------|-------------------|------------------------------------|--|--------------------------------|
|                                     |                   | No. of Share Consideration in Cash | No. of Share Consideration other than Cash |                                |
| First (During Incorporation)        | 07.02.2005        | 200,000                            | ---  | 2,000,000                      |
| Second Allotment (Bonus Share)      | 01.01.2012        | ---                                | 98,00,000                                  | 98,000,000                     |
| Third Allotment (Bonus Share)       | 28.06.2012        | ---                                | 50,000,000                                 | 500,000,000                    |
| Fourth Allotment (IPO Subscription) | 24.06.2015        | 20,000,000                         | ---  | 200,000,000                    |
| Fifth Allotment (Bonus Share)       | 14.12.2015        | ---                                | 16,000,000                                 | 160,000,000                    |
| <b>Total</b>                        |                   | <b>20,200,000</b>                  | <b>66,000,000</b>                          | <b>960,000,000</b>             |

## Industry Outlook and Possible Future Developments

The Aman Feed Limited operates its business in an industry which is one of the fastest growing and most promising industries in Bangladesh since 1995. Feed mill plays an important role in the supply of commercial feed to poultry, livestock and fish farming. Feed mills generally distribute their products as complete feed to poultry, fish and livestock industry. In the immediate past, commercial poultry, livestock and fish farming expanded at a faster rate in Bangladesh resulting in a large scale demand for commercial feed round the year. Though the feed industry is increasing but it is unable to meet the demand of feed supplies which the poultry farms presently require.



Keeping the above in mind, Aman Feed Limited aims to produce the quality product of Broiler Feed, Layer Feed, Fish Feed and Cattle Feed. To consider the focal point, the factory has established with the most modern plant & machineries that are imported from Germany to reach their optimal level. At present, the yearly production capacity of the Company is 105,000 MT. The management has a plan to expand its business through construction of floating feed plant, purchase land and construction of Silo's for storage of raw materials and purchase plant and machineries for enhancement of production capacity.

### Product-wise Performance

The Company mainly produces 4 (four) categories feed such as Broiler Feed, Layer Feed, Fish Feed and Cattle Feed. The mentioned categorized feed productions are varied on the market demand and it is determined by the management of the company. Three products have more than 10% contribution towards the revenue of the Company. Among the total sales, the four feed products contribute in the following proportion:

| ProductName  | Sales in MT (2015-2016) | Percentage |
|--------------|-------------------------|------------|
| Broiler Feed | 42,240                  | 43.64      |
| Layer Feed   | 33,567                  | 34.68      |
| Fish Feed    | 17,893                  | 18.49      |
| Cattle Feed  | 3,096                   | 3.20       |
| <b>Total</b> | <b>96,796</b>           | <b>100</b> |

### Risk and Concern

Aman Feed Limited (AFL) is operating in a locally competitive industry involving both external and internal factors having direct as well as indirect effects on the investments. The management of Aman Feed Limited carefully considers all risk factors such as interest rate risks, exchange rate risks, industry and market risks and operation risks etc. To consider these risks, the management has taken some initiatives to minimize risks. The company put emphasis on minimizing the dependence on bank borrowing. Since AFL borrows for long term from Banks with fixed interest rate and has a strong equity base, the management perceives that fluctuation of interest rate on borrowing would have little impact upon the performance of the company.

Aman Feed Limited has to import some of its raw materials from foreign market, but those raw material are also available in local market. Depending on the price of raw materials in foreign and local market, foreign currency rate, lead time, foreign currency rate movement etc., our decision is made for procurement of raw materials. However, as a highly profitable company, the foreign exchange fluctuation risk is not vital in case of LC retirement.

Industry risks refer to the impact that the country's industrial policy can have on the performance of a specific industry. Due to a rapid development in the poultry & fish farming and maintaining of strict product quality, efficient management of ingredient of production, utilization of developed technology, timely decision for expansion of production capacity, development of strong marketing network with skilled human resources etc., the future of AFL is expected to be bright. Since the feed market is gradually expanding with the demand for protein for the increasing population, there are chances off further occupying the market share.

Operational risk arises from improper execution of company's business. This risk can also be summarized as human risk, which occurs due to human error.

The Company manages this risk through a control based environment. This is supported by an independent program of periodic reviews undertaken by internal audit, and by monitoring external operational risk events, which ensure that the company stays in line which industry best practice and takes account or lessons learned from publicized operational failures within the Feed manufacturing industry.

### **Human Resource**

Development of human resource continues to be a fundamental part of our policy and strength. We arrange periodic training sessions both in house and outdoor for upgrading the skills of our personnel. The company committed to the staff to create a harmonious, comfortable and congenial working environment and the company also believes that a skilled and committed workforce can surely improve the company's profitability.

### **Environmental policies and practices**

Aman Feed Limited has formulated its environmental and occupational health and safety policies to ensure sustainable and environmentally responsible utilization of resources. The management of AFL has been giving the top priority to effective use of raw materials and reducing air and water pollution. The company continues to stay committed to 'Fresh Air' by taking water treatment plan, cleaning and safety measures, planting trees and giving in house training sessions to our employees on environmental awareness and conservation.



## Acknowledgement

The performance of the Company in 2016 results from the pledge, promise, energy and hard work of our Directors, Management and employees. Our employees are the heart of our Company, while our customers are the driving force that helps us stay competitive and to go beyond expectations. The Board of Directors also recognizes that the outstanding achievement of the year was possible also because of the support of all stakeholders particularly – the shareholders, partners, vendors, collaborators and media who have kept the Company on the right track through their continuous feedback, motivation and close engagement. On this auspicious occasion, the Board profoundly acknowledges the cooperation and assistance that it has received from investors, suppliers, banks, insurance companies, Registrar of Joint Stock Companies & Firms, Bangladesh Securities and Exchange Commission, stock exchanges and various government authorities for their continued support to Aman Feed Limited. It is because of their support and inspiration that Aman Feed Ltd. has been able to attain the lofty heights in its industry.

Md. Rafiqul Islam  
Chairman





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# **AUDITORS' REPORT** **& AUDITED FINANCIAL STATEMENTS**



## Auditors' Report To the Shareholders of Aman Feed Limited

We have audited the accompanying financial statements of **Aman Feed Limited**, which comprise the Statement of Financial position as at June 30, 2016 along with Statement of Profit or Loss and other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and a 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, Companies Act 1994, The Securities and Exchange rules 1987 & other applicable rules & 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, those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance 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 judgement, including the assessment of the risks 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.

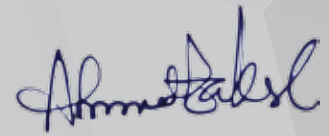
### Opinion

In our opinion, the financial statements prepared in accordance with Bangladesh Accounting Standards (BAS), Bangladesh Financial Reporting Standards (BFRS) present fairly in all material respect the financial position of **Aman Feed Limited** as at June 30, 2016 and the result of its financial performance and cash flows for the year then ended and comply with the Securities and Exchange rules 1987, 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;
- c) the company's Statement of Financial position, Statement of Profit or Loss and other comprehensive Income and Statement of Cash flows dealt with by the report are in agreement with the books of accounts; and
- d) the expenditure incurred and payments made were for the purposes of the company's business.



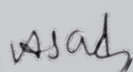
Ahmed Zaker & Co.  
Chartered Accountants

Place: Dhaka  
Dated: October 26, 2016

**Aman Feed Limited**  
**Statement of Financial Position**  
**As at June 30, 2016**

Figures in Taka

| Particulars                                       | Notes   | 30 June 2016         | 30 June 2015         |
|---|---------|----------------------|----------------------|
| <b>Assets:</b>                                    |         |                      |                      |
| Property, plant and equipment                     | 3.00    | 1,068,043,434        | 963,718,986          |
| Capital work in progress                          | 4.00    | 205,882,575          | 114,285,556          |
| Investment in associate                           | 5.00    | 4,851,000            | -                    |
| <b>Total non-current assets</b>                   |         | <b>1,278,777,009</b> | <b>1,078,004,542</b> |
| Inventories                                       | 6.00    | 1,209,430,944        | 1,227,703,169        |
| Trade and other receivables                       | 7.00    | 1,681,946,640        | 1,329,532,060        |
| Advances, deposits & pre-payments                 | 8.00    | 314,455,068          | 246,011,069          |
| Advance income tax                                | 9.00    | 38,810,071           | 10,439,923           |
| Cash & cash equivalents                           | 10.00   | 406,773,447          | 778,630,013          |
| <b>Total current assets</b>                       |         | <b>3,651,416,169</b> | <b>3,592,316,234</b> |
| <b>Total assets</b>                               |         | <b>4,930,193,178</b> | <b>4,670,320,776</b> |
| <b>Shareholder's equity &amp; liabilities:</b>    |         |                      |                      |
| Share capital                                     | 11.00   | 960,000,000          | 800,000,000          |
| Share premium                                     | 12.00   | 520,000,000          | 520,000,000          |
| Dividend equalization reserve                     | 13.00   | 570,000,000          | 750,000,000          |
| Retained earnings                                 | 14.00   | 1,120,267,255        | 690,341,134          |
| Revaluation surplus                               | 15.00   | 111,485,727          | 111,485,727          |
| <b>Total equity</b>                               |         | <b>3,281,752,982</b> | <b>2,871,826,861</b> |
| Long term loan                                    | 16.00   | -                    | 15,775,745           |
| Lease obligation                                  | 17.00   | 136,912,060          | 172,677,772          |
| Deferred tax liability                            | 29.02   | 72,375,306           | 28,232,513           |
| <b>Non current liabilities</b>                    |         | <b>209,287,366</b>   | <b>216,686,030</b>   |
| Short term loan                                   | 18.00   | 1,241,270,275        | 1,442,872,441        |
| Current portion of long term loan                 | 16.00   | -                    | 42,061,054           |
| Current portion of lease obligation               | 17.00   | 38,485,634           | 33,292,345           |
| Trade payable                                     | 19.00   | 13,967,730           | 9,089,078            |
| Liabilities for expenses & provisions             | 20.00   | 41,724,291           | 22,979,208           |
| Dividend payable                                  | 21.00   | 443,706              | -                    |
| Provision for current tax                         | 29.01.A | 103,261,195          | 31,513,759           |
| <b>Current liabilities</b>                        |         | <b>1,439,152,831</b> | <b>1,581,807,885</b> |
| <b>Total liabilities and shareholders' equity</b> |         | <b>4,930,193,178</b> | <b>4,670,320,776</b> |
| NAV per share with revaluation                    | 22.01   | <b>34.18</b>         | <b>35.90</b>         |
| NAV per share without revaluation                 | 22.02   | <b>33.02</b>         | <b>34.50</b>         |



Acting Company Secretary



Chief Financial Officer



Managing Director



Chairman

Place: Dhaka

Date : October 26, 2016.

  
**Ahmed Zaker & Co.**  
Chartered Accountants



## Aman Feed Limited

## Statement of Profit or Loss and Other Comprehensive Income

For the year ended June 30, 2016

Figures in Taka

| Particulars                               | Notes | 2015-2016          | 2014-2015          |
|---|-------|--------------------|--------------------|
| Sales                                     | 23.00 | 3,654,092,037      | 2,839,770,808      |
| Cost of goods sold                        | 24.00 | (2,840,270,693)    | (2,227,238,306)    |
| <b>Gross profit</b>                       |       | <b>813,821,344</b> | <b>612,532,502</b> |
| Administrative expenses                   | 25.00 | (45,748,674)       | (42,906,133)       |
| Selling and distribution expenses         | 26.00 | (71,034,084)       | (65,081,196)       |
| <b>Operating profit</b>                   |       | <b>697,038,586</b> | <b>504,545,174</b> |
| Financial expenses                        | 27.00 | (123,966,720)      | (173,523,810)      |
| Other income                              | 28.00 | 35,302             | 467,080            |
| <b>Profit before contribution to WPPF</b> |       | <b>573,107,168</b> | <b>331,488,444</b> |
| Contribution to WPPF                      |       | (27,290,818)       | (15,785,164)       |
| <b>Profit before tax</b>                  |       | <b>545,816,350</b> | <b>315,703,280</b> |
| Current tax                               | 29.01 | (71,747,436)       | (7,772,474)        |
| Deferred tax                              | 29.02 | (44,142,792)       | (2,364,485)        |
| <b>Net profit after tax</b>               |       | <b>429,926,122</b> | <b>305,566,321</b> |
| Other comprehensive income                |       | -                  | -                  |
| Total comprehensive income                |       | <b>429,926,122</b> | <b>305,566,321</b> |
| <b>Basic Earning Per Share</b>            | 30.01 | <b>4.48</b>        | <b>5.07</b>        |
| <b>Basic Earning Per Share (Restated)</b> | 30.02 | <b>4.48</b>        | <b>3.18</b>        |

  
Acting Company Secretary


  
Chief Financial Officer

  
Managing Director

  
Chairman

Place: Dhaka

Date : October 26, 2016.

  
**Ahmed Zaker & Co.**  
Chartered Accountants



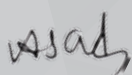
**Aman Feed Limited**  
**Statement of Changes in Equity**  
**For the year ended June 30, 2016**

Figures In Taka

| Particulars   | Share Capital      | Share Premium      | Dividend equalization reserve | Retained Earnings    | Revaluation surplus | Total                |
|---|--------------------|--------------------|-------------------------------|----------------------|---------------------|----------------------|
| Balance as on July 01, 2015   | 800,000,000        | 520,000,000        | 750,000,000                   | 690,341,133          | 111,485,727         | 2,871,826,860        |
| Net Profit for the year   | -                  | -                  | -                             | 429,926,122          | -                   | 429,926,122          |
| Transfer to share capital for stock dividend for the year 2014-2015 | 160,000,000        | -                  | (160,000,000)                 | -                    | -                   | -                    |
| Cash dividend paid  | -                  | -                  | (19,556,294)                  | -                    | -                   | (19,556,294)         |
| Cash dividend payable   | -                  | -                  | (443,706)                     | -                    | -                   | (443,706)            |
| <b>Balance as on June 30, 2016</b>                                  | <b>960,000,000</b> | <b>520,000,000</b> | <b>570,000,000</b>            | <b>1,120,267,255</b> | <b>111,485,727</b>  | <b>3,281,752,982</b> |

**Statement of Changes in Equity**  
**For the year ended June 30, 2015**

| Particulars                               | Share Capital      | Share Premium      | Dividend equalization reserve | Retained Earnings  | Revaluation surplus | Total                |
|---|--------------------|--------------------|-------------------------------|--------------------|---------------------|----------------------|
| Balance as on July 01, 2014               | 600,000,000        | -                  | -                             | 1,134,774,812      | 111,485,727         | 1,846,260,540        |
| Net Profit for the year                   | -                  | -                  | -                             | 305,566,321        | -                   | 305,566,321          |
| Share issued during the year              | 200,000,000        | 520,000,000        | -                             | -                  | -                   | 720,000,000          |
| Transfer to dividend equalization reserve | -                  | -                  | 750,000,000                   | (750,000,000)      | -                   | -                    |
| <b>Balance as on June 30, 2015</b>        | <b>800,000,000</b> | <b>520,000,000</b> | <b>750,000,000</b>            | <b>690,341,133</b> | <b>111,485,727</b>  | <b>2,871,826,861</b> |



Acting Company Secretary



Chief Financial Officer



Managing Director



Chairman



**Ahmed Zaker & Co.**  
Chartered Accountants

Place: Dhaka

Date : October 26, 2016.




**Aman Feed Limited**  
**Statement of cash flows**  
**For the year ended June 30, 2016**

Figures in Taka

| Particulars  | 2015-2016            | 2014-2015            |
|--|----------------------|----------------------|
| <b>Cash flows from operating activities:</b>                 |                      |                      |
| Collection from customers                                    | 3,310,912,874        | 2,753,571,146        |
| Collection from other income                                 | 17,705,762           | 94,857               |
| Cash paid to suppliers, employees & others                   | (2,974,388,984)      | (2,711,268,121)      |
| <b>Cash generated from operation</b>                         | <b>354,229,652</b>   | <b>42,397,882</b>    |
| Income tax paid  | (28,370,148)         | (18,601,348)         |
| <b>Net cash flow from operating activities</b>               | <b>325,859,504</b>   | <b>23,796,535</b>    |
| <b>Cash flows from investing activities:</b>                 |                      |                      |
| Acquisition of property, plant & equipment                   | (26,542,216)         | (179,862,386)        |
| Capital work in progress                                     | (205,882,575)        | (114,285,556)        |
| Invest in associates   | (4,851,000)          | -                    |
| <b>Net cash used in investing activities</b>                 | <b>(237,275,791)</b> | <b>(294,147,942)</b> |
| <b>Cash flows from financing activities:</b>                 |                      |                      |
| Dividend paid  | (19,556,294)         | -                    |
| Interest paid  | (150,872,597)        | (173,523,810)        |
| Increase/(Decrease) long term borrowings                     | (15,775,745)         | (34,762,888)         |
| Increase/(Decrease) non-current portion of lease obligation  | (35,765,712)         | 172,677,772          |
| Increase/(Decrease) short term borrowings                    | (201,602,166)        | 280,944,491          |
| Increase/(Decrease) current portion of long term borrowing   | (42,061,054)         | 5,788,581            |
| Increase/(Decrease) current portion of lease obligation      | 5,193,289            | 33,210,956           |
| Net cash Provided/(Used)from financing activities            | <b>(460,440,279)</b> | <b>1,004,335,102</b> |
| <b>Net Increase/ (Decrease) in cash and cash equivalents</b> | <b>(371,856,566)</b> | <b>733,983,694</b>   |
| Cash and cash equivalents at the opening of the year         | 778,630,013          | 44,646,319           |
| <b>Cash and cash equivalents at the closing of the year</b>  | <b>406,773,447</b>   | <b>778,630,013</b>   |
| <b>Net Operating Cash Flow Per Share</b>                     | <b>3.39</b>          | <b>0.30</b>          |
| <b>Net Operating Cash Flow Per Share (Restated)</b>          | <b>3.39</b>          | <b>0.25</b>          |

  
Acting Company Secretary

  
Chief Financial Officer

  
Managing Director

  
Chairman

Place: Dhaka

Date : October 26, 2016.

  
**Ahmed Zaker & Co.**  
Chartered Accountants



**Aman Feed Limited**  
**Notes To The Financial Statements**  
**For the year ended 30 June 2016**

**1.00 Significant information of the Enterprise**

**1.01 Legal form of the Enterprise:**

Aman Feed Limited (the Company) was incorporated under the Companies Act 1994 on 7 February 2005 as a 'Private' company, limited by shares. Subsequently, the Company has been converted to 'Public' company limited by shares vide extra ordinary general meeting held on 22 February 2012 and after observance of required formalities as per laws the company went into initial public offering vide BSEC consent letter dated 23 April 2015. The company is listed with Chittagong Stock Exchange (CSE) on 30 July 2015 and Dhaka Stock Exchange (DSE) on 18 August 2015 of Bangladesh.

**1.02 Registered and Corporate Office of the Company:**

Registered office of the company is situated at Singhogati, Ullapara, Sirajganj and Corporate office of the company is situated at 2, Ishakha Avenue, Sector # 6, Uttara, Dhaka-1230.

**1.03 Address of the Factory:**

The factory of the Company is located at Singhogati, Ullahpara, Sirajgonj, Bangladesh.

**1.04 Principal Activities and nature of the business:**

The Principal activities and the nature of the business of the company is to manufacture high quality Pilated Poultry Feed, Fish Feed and Cattle Feed. With highest level of product quality and services the Company achieved/earned ISO 9001 Certificate in the year 2008 and HACCP.

**2.00 Significant Accounting Policies:**

Basis of preparation and presentation of Financial Statements:

**2.01 Statement of Compliance:**

The financial statements have been prepared and the disclosures of information are made in accordance with the requirements of the Companies Act 1994, The Securities and Exchange Rules 1987 and Bangladesh Financial Reporting Standards (BFRS) as much as practicable. The statement of financial position and statement of comprehensive income have been prepared according to BAS 1 Presentation of financial statements on accrual basis of accounting following going concern assumption under generally accepted accounting principles and practices in Bangladesh and statement of cash flows is prepared according to BAS 7 statement of cash flows.

**2.02 Accounting convention and assumption:**

The financial statements have been prepared under historical cost convention and, therefore, do not take into consideration the effect of inflation.

**2.03 Principal accounting policies:**

The specific accounting policies have been selected and applied by the Company's management for significant transactions and events that have a material effect within the framework for preparation and presentation of financial statements. Financial statements have been prepared and presented in compliance with BAS 1 Presentation of financial statements. The previous year's figures were re-arranged according to the same accounting principles. Compared to the previous year, there were no significant changes in the accounting and valuation policies affecting the financial position and performance of the Company. However, changes made to the presentation are explained in the note for each respective item. Accounting and valuation methods are disclosed for reasons of clarity. The Company classified the expenses using the function of expenses method as per BAS 1 Presentation of financial statements.

**2.04 Date of Authorization:**

The Board of Directors of Aman Feed Ltd. approved these Financial Statements on October 26, 2016.

**2.05 Reporting Period:**

The Financial Statements of the Company cover a year from 01.07.2015 to 30.06.2016.

**2.06 Cash Flow Statement:**

Cash Flow Statement is prepared in accordance with BAS 7 "Cash Flow Statement" and the cash flow from the operating activities are shown under the direct method as prescribed.

**2.07 Recognition of Property Plant & Equipments and Depreciation:**

In accordance with the International Accounting Standard adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) as BAS 16 "Property Plant and Equipments. Property Plant & Equipments have been accounted for at cost less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition of the items. Depreciation on all Property Plant & Equipments has been applied consistently year to year at the following rate:

|                               |      |
|-------------------------------|------|
| Land & Land Development       | -    |
| Building & Civil Construction | 2.5% |
| Plant & Machinery             | 15%  |
| Vehicle                       | 15%  |
| Furniture & Fixture           | 10%  |
| Office Equipment              | 15%  |
| Computer & IT Equipment       | 20%  |

**Method :** Depreciation on assets has been charged on reducing balance method. Depreciation on assets begins when it is available for use. Depreciation of an asset ceases when it is classified as held for sale.

**Allocation:** Allocation of depreciation was made for Manufacturing unit 95% and for non-manufacturing unit 5% .

**Revaluation of assets :**The company has revaluated its Land on 15 may, 2013 and incorporated the revaluation surplus in the Financial Statement this year under reference note # 15.00.

**2.08 Impairment:**

The carrying amounts of the company's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment in line with Bangladesh Accounting Standard 36: Impairment of Assets. If any such indication exists, then the asset's recoverable amount is estimated and impairment losses are recognized in profit and loss account. No such indication of impairment has been observed till the end of the year.

**2.09 Revenue Recognition:**

Revenue is recognized only when it is probable that the economic benefit of such transaction has been derived as per " BAS-18". Sales revenue is recognized when transactions related to sales are completed and the sales invoices are issued in favor of the buyers.

**2.10 Inventories:**

In compliance with the requirements of BAS 2 "Inventories" , the Inventories have been valued at weighted average method, which is consistent in line with the previous year's practice. Inventories are measured at the lower of cost and net realisable value as per para 9 of BAS 2 "Inventories".

**2.11 Financial Instruments:**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

**Derivative**

According to BFRS 7: " Financial Instruments : Disclosures", the Company was not a Party to any derivative contract (financial instruments) at the financial statement date, such as forward exchange contracts, currency swap agreement or contract to hedge currency exposure related to import of capital machinery to be leased to lessees in future.

**Non-Derivative:**

Non-derivative financial instruments comprise of accounts and other receivable, borrowings and other payables and are shown at transaction cost as per BAS 39 "Financial Instruments: Recognition and Measurement".

**Trade and Other Receivables:**

These are carried forward at their original invoiced value amount and represents net realizable value. Management considered the entire bills receivable as good and is collectable and therefore, no amount was provided for as bad debt in the current year's account.

**2.12 Currency of Reporting and Foreign currency transactions:****Currency of Reporting**

The financial statement of the Company has been prepared in the Bangladesh Taka as currency.

**Foreign Currency Transactions**

Foreign Currency Transactions in foreign currencies are converted into equivalent Taka applying the ruling rate at the date of such transactions as per BAS-21 " The Effects of Changes in Foreign Exchange Rates".

**2.13 Long Term Liabilities:**

Long term liabilities comprises the amount borrowed from the bank and other concern for the long period of time and accounted for and shown in the accounts at transaction cost as per BAS 39 "Financial Instruments: Recognition and Measurement".

**2.14 Contingent Liabilities:**

Contingent Liabilities are those which arise due to the past event which shall be settled in the future on the occurrence or non occurrence of some uncertain event, cost of which can be measured reliably as per BAS-37 "Provision and Contingent Assets and Liabilities". In the year under review there is no such contingent liabilities as well as no commitment is made, that would be settled in the future.

**2.15 Taxation:****Current Tax**

Provision of tax has been made @ 3% on first 10 lac, 10% on next 20 lac and 15% on balance as per SRO No. 199-Ain-Income Tax/2015 dated 30 June 2015 on the accounting profit made by the Company after making some adjustment with the profit as per ITO 1984 in compliance with BAS-12 "Income Taxes".

**Deferred Taxation**

Deferred tax liabilities are the amount of income taxes payable in future years in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future years in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or subsequently enacted at the reporting date. The impact on the account of changes in the deferred tax assets and liabilities for the year ended June 30, 2016 has been recognized in the statement of comprehensive income as per BAS-12 "Income Taxes".

**2.16 Benefits to the employees:**

The Company is operating Workers Profit Participation Fund (WPPF) according to Bangladesh Labour Law 2013 and accounted for paying benefits to the employees in accordance with the provisions of Bangladesh Accounting Standard-19, "Employee Benefit". The NBR approval regarding trustee is under process.

**2.17 Borrowing cost:**

The borrowing cost is capitalized unless active developments of related assets are interrupted or cease when the borrowing cost directly transferred to the profit and loss account as per BAS-23 "Borrowing Cost".

**2.18 Earning 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 the Statement of Comprehensive Income and details are shown in Note-30.

**Basic Earnings Per Share**

This represents earnings for the year attributable to ordinary shareholders. As there was no preference dividend, minority interest or any extra ordinary items, the net profit after tax for the year has been considered as fully attributable to the ordinary shareholders.

**Weighted average number of ordinary shares outstanding**

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of shares issued during the year multiplied by a time weighted factor is the number of months the specific shares outstanding as a proportion of the total number of months in the year. Details calculation shown in Note # 30.02.

**Diluted earnings per share**

As there is no prospective Dilutive Securities according to BAS-33, Diluted EPS has not been calculated as per SEC Public Issue Rules 2006 in Rule 8, Clause B, sub clause (20), requirement (e) with total existing number of share basis.

**2.19 Events after the Reporting date:**

As per BAS -10 "Event after the Balance Sheet Date" are those event favorable and unfavorable, that occur between the end of the reporting year and the date when the financial statement are authorized for issue. Two types of event can be identified:

Those that provide evidence of conditions that existed at the end of the reporting year (adjusting events after reporting date); and

Those that are indicative of conditions that arose after the reporting year (Non-adjusting events after balance sheet date).



**2.20 Risk Perception :**

There are some internal and external factors that may conceivably materially affect the company's operation of business. The Company Management perceives investment risk within the national and international economic perspectives in relation to legal, financial, economic, and moral requirements involving inter alia, foreign currency fluctuation, interest rate risk, scientific invention, monetary and fiscal investment policies and has prepared its production, financial and marketing strategies to meet the challenges from these risks.

**2.21 Related Parties Transactions:**

The party is related to the company if the party cast significant influence over the subject matters and also holding the controlling power of the management affairs of the company and any transaction made during the year with the party related therewith is termed as related party transaction as per BAS-24 " Related Party Disclosure". During the year under audit there is no such related party transactions made that has influenced the company's business. Related parties are fully disclosed in Note-31.

**2.22 Application of Bangladesh Accounting Standards (BASs) :**

The Financial statements have been prepared in compliance with requirement of BAS as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh. The following BASs are applicable for the financial statements for the period under review :

|         |   |
|---------|---|
| BAS-1   | Presentation of Financial Statements                            |
| BAS-2   | Inventories   |
| BAS-7   | Statement of Cash Flows   |
| BAS-8   | Accounting Policies, Changes in Accounting Estimates and Errors |
| BAS-10  | Events after the Reporting Period                               |
| BAS-12  | Income Taxes  |
| BAS-16  | Property, Plant & Equipment (PPE)                               |
| BAS-17  | Leases  |
| BAS-18  | Revenue   |
| BAS-19  | Employee benefits   |
| BAS-21  | The effects of changes in Foreign Exchange Rate                 |
| BAS-23  | Borrowing Cost  |
| BAS-24  | Related Party Disclosures                                       |
| BAS- 32 | Financial Instruments: Presentation                             |
| BAS-33  | Earnings Per Share (EPS)  |
| AS-39   | Financial Instruments : Recognition and Measurement             |
| BFRS- 7 | Financial Instruments : Disclosures                             |
| BFRS-13 | Fair value measurement  |

**2.23 Information on Financial Statements:****Responsibility for preparation and presentation of financial statements:**

The Company's management and the Board of Directors are responsible for the preparation and presentation of Financial Statements as per section 183 of the companies Act 1994.

**Components of the Financial Statements:**

Following are the component of the financial statements :

- Statement of Financial Position as at June 30,2016
- Statement of Profit or loss and Other Comprehensive Income for the year ended June 30,2016
- Statement of Changes in Equity for the year ended June 30,2016
- Statement of Cash Flows for the year ended June 30,2016
- Explanatory notes to the financial statements.

**Comparative:**

Comparative information have been disclosed in respect of the previous year for all numerical information in the financial statements including narrative and descriptive information when it is relevant for understanding of the current year's financial statements.

Previous year's figure has been re-arranged whenever considered necessary to ensure comparability with the current year's presentation as per BAS-8 " Accounting Policies, Changes in Accounting Estimates and Errors".



**3.00 Property, Plant and Equipment [WDV]**

|                               | Amount In Taka       |                    |
|-------------------------------|----------------------|--------------------|
|                               | June 30, 2016        | June 30, 2015      |
| Land & Land Development       | 293,299,935          | 210,595,500        |
| Building & Civil Construction | 644,657,581          | 604,410,015        |
| Plant & Machinery             | 110,690,265          | 127,255,889        |
| Vehicles                      | 16,863,532           | 19,452,626         |
| Furniture & Fixtures          | 896,580              | 802,103            |
| Office Equipments             | 603,247              | 615,042            |
| Computer & IT Equipments      | 1,032,293            | 587,812            |
|                               | <b>1,068,043,434</b> | <b>963,718,986</b> |

**4.00 Capital Work in Progress**

|                                   |                    |                    |
|-----------------------------------|--------------------|--------------------|
| Opening balance                   | 114,285,556        | -                  |
| Add: During the year              | 205,882,575        | 114,285,556        |
| Less: Capitalized during the year | (114,285,556)      | -                  |
| Closing balance                   | <b>205,882,575</b> | <b>114,285,556</b> |

This represents amount paid for expanding of infrastructural development like road, drainage, factory premises, workway, land development, inventory shed and depot shed but not yet completed till the balance sheet date.

**5.00 Investment in associate**

|                         |                  |   |
|-------------------------|------------------|---|
| Investment in associate | <b>4,851,000</b> | - |
|-------------------------|------------------|---|

This represents investment in Akin Feed Limited. The total number of shares of Akin Feed Limited is 990,000. Aman Feed Limited owns 485,100 shares (49%). The Company as sponsor deposited the amount proportionate to their subscribed paid up capital.

**6.00 Inventories**

|                           |             |                      |                      |
|---------------------------|-------------|----------------------|----------------------|
| Finished Goods            | Note - 6.01 | 60,286,779           | 62,099,048           |
| Raw Materials in hand     | Note - 6.02 | 1,095,411,472        | 1,130,265,712        |
| Packing Materials-in hand | Note - 6.03 | 8,623,765            | 8,170,966            |
| Goods in Transit          | Note - 6.04 | 39,753,843           | 21,146,986           |
| Spare Parts               |             | 5,355,085            | 6,020,457            |
|                           |             | <b>1,209,430,944</b> | <b>1,227,703,169</b> |

Details of quantity movement of inventories are shown in Annexure - B

**6.01 Finished Goods**

|                      |  |                   |                   |
|----------------------|--|-------------------|-------------------|
| Value of Inventories |  |                   |                   |
| Broiler Feed         |  | 29,150,648        | 30,026,940        |
| Layer Feed           |  | 16,730,290        | 17,233,216        |
| Fish Feed            |  | 13,165,169        | 13,560,925        |
| Cattle Feed          |  | 1,240,671         | 1,277,967         |
|                      |  | <b>60,286,779</b> | <b>62,099,048</b> |

Quantity of Inventories [MT]

|              |              |              |
|--------------|--------------|--------------|
| Broiler Feed | 670          | 723          |
| Layer Feed   | 483          | 520          |
| Fish Feed    | 298          | 314          |
| Cattle Feed  | 47           | 51           |
|              | <b>1,498</b> | <b>1,608</b> |

**6.02 Raw Materials**

|                             |                      |                      |
|-----------------------------|----------------------|----------------------|
| Value of Inventories [Taka] |                      |                      |
| Maize                       | 321,032,553          | 331,247,295          |
| Wheat & Wheat Flour         | 6,988,731            | 7,211,101            |
| Rice Polish & Bran          | 50,072,624           | 51,665,855           |
| Meat & Bone Meal            | 53,449,593           | 55,150,274           |
| Fishmeal & Dry Fish         | 46,395,796           | 47,872,036           |
| Oilcake & Soyabean Meal     | 596,942,369          | 615,936,120          |
| Medicine & Chemicals        | 20,529,807           | 21,183,033           |
|                             | <b>1,095,411,472</b> | <b>1,130,265,712</b> |

In view of the possible price hike in the international market, the Soyabean extraction and maize is imported and kept a large amount of stock to meet the extension of production capacity.

Quantity of Inventories [MT]

|                         |               |               |
|-------------------------|---------------|---------------|
| Maize                   | 19,143        | 22,083        |
| Wheat & Wheat Flour     | 398           | 312           |
| Rice Polish & Bran      | 1,549         | 1,783         |
| Meat & Bone Meal        | 1,801         | 1,347         |
| Fishmeal & Dry Fish     | 350           | 387           |
| Oilcake & Soyabean Meal | 14,560        | 17,318        |
|                         | <b>37,800</b> | <b>43,230</b> |

**6.03 Packing Materials**

Value of Inventories [Taka]

|         |                  |                  |
|---------|------------------|------------------|
| WPP Bag | <b>8,623,765</b> | <b>8,170,966</b> |
|---------|------------------|------------------|

Quantity of Inventories [PCS]

|         |                |                |
|---------|----------------|----------------|
| WPP Bag | <b>344,640</b> | <b>340,138</b> |
|---------|----------------|----------------|

**6.04 Goods in Transit**

|   |                   |                   |
|---|-------------------|-------------------|
| AB Bank Ltd. L/C- 0032 (Layer and Broiler Premix) | 5,602,089         | -                 |
| AB Bank Ltd. L/C- 0033 (DDGS)                     | 4,057,388         | -                 |
| AB Bank Ltd. L/C- 0039 (MBM)                      | 14,146,200        | -                 |
| AB Bank Ltd. L/C- 0041 (DL Methonine)             | 4,747,738         | -                 |
| AB Bank Ltd. L/C- 0042 (Sodium Biocarbonate)      | 6,613             | -                 |
| AB Bank Ltd. L/C- 0005 (SBM)                      | 3,883,588         | -                 |
| AB Bank Ltd. L/C- 0007 (SBM)                      | 379,831           | -                 |
| AB Bank Ltd. L/C- 0008 (SBM)                      | 380,802           | -                 |
| AB Bank Ltd. L/C- 0009 (Rape Seed)                | 3,234,804         | -                 |
| AB Bank Ltd. L/C- 0010 (SBM)                      | 1,174,692         | -                 |
| AB Bank Ltd. L/C- 0011 (SBM)                      | 2,019,620         | -                 |
| AB Bank Ltd. L/C- 0017 (DDGS)                     | 41,888            | -                 |
| AB Bank Ltd. L/C- 0018 (MBM)                      | 78,590            | -                 |
| AB Bank Ltd. L/C- 01-12516 (Limestone)            | -                 | 16,773            |
| AB Bank Ltd. L/C- 01336 (SBM)                     | -                 | 163,272           |
| AB Bank Ltd. L/C- 02-12913 (SBM)                  | -                 | 532,616           |
| AB Bank Ltd. L/C- 02-13700 (Maize)                | -                 | 51,990            |
| AB Bank Ltd. L/C- 07659 (SBM)                     | -                 | 16,985,919        |
| AB Bank Ltd. L/C- 08098 (Spare parts)             | -                 | 33,604            |
| AB Bank Ltd. L/C- 09717 (SBM)                     | -                 | 334,669           |
| AB Bank Ltd. L/C- 10303 (Limestone)               | -                 | 2,969,780         |
| AB Bank Ltd. L/C- 26630 (DDGS)                    | -                 | 4,358             |
| AB Bank Ltd. L/C- 99-14320 (Rice bran oil)        | -                 | 54,005            |
|   | <b>39,753,843</b> | <b>21,146,986</b> |

The above Inventories are as per physical Inventory undertaken and valued by the Inventory Team consists of management staff and auditors. Inventories in hand have been valued at lower of cost and net realizable value. Inventories are hypothecated against the fund received as working capital facilities from the relevant Banks.

**7.00 Trade and other receivables**

|                  |             |                      |                      |
|------------------|-------------|----------------------|----------------------|
| Trade Receivable | Note - 7.01 | 1,672,339,001        | 1,329,159,838        |
| Other Receivable | Note - 7.02 | 9,607,639            | 372,222              |
|                  |             | <b>1,681,946,640</b> | <b>1,329,532,060</b> |

**7.01 Trade Receivable**

|                                |                      |                      |
|--------------------------------|----------------------|----------------------|
| Opening Balance                | 1,329,159,838        | 1,242,960,176        |
| Add: Sales during the year     | 3,654,092,037        | 2,839,770,808        |
| Available for Received         | 4,983,251,875        | 4,082,730,984        |
| Less: Realized during the year | (3,310,912,874)      | (2,753,571,146)      |
|                                | <b>1,672,339,001</b> | <b>1,329,159,838</b> |

**7.02 Other Receivable**

|                          |                  |                |
|--------------------------|------------------|----------------|
| Interest on bank deposit | 9,607,639        | 372,222        |
|                          | <b>9,607,639</b> | <b>372,222</b> |





**7.03 Disclosure as per Schedule-XI, Part -I, of The Companies Act, 1994**

|  | Amount In Taka       |                      |
|--|----------------------|----------------------|
|  | June 30, 2016        | June 30, 2015        |
| Maturity less than 6 months                                    | 1,672,339,001        | 1,329,159,838        |
| Maturity more than 6 months                                    | Nil                  | Nil                  |
| <b>Total</b>   | <b>1,672,339,001</b> | <b>1,329,159,838</b> |
| Debts considered Good & Secured                                | 1,672,339,001        | 1,329,159,838        |
| Debts considered Good without security                         | -                    | -                    |
| Debts considered doubtful & bad                                | -                    | -                    |
| Debts due by directors or other officers & staffs              | -                    | -                    |
| Debts due from companies under same management                 | -                    | -                    |
| Maximum debt due by directors or offocers & staffs at any time | -                    | -                    |

**8.00 Advances, Deposits & Pre-Payments**

|  |                    |                    |
|--|--------------------|--------------------|
| Security Deposit- Paschimanchal Gas Co. Ltd.     | 72,138             | 72,138             |
| Security Deposit- Sirajgonj Palli Bidyut Samity. | 2,112,800          | 2,112,800          |
|  | 2,184,938          | 2,184,938          |
| Advance against Land Purchase (Note- 8.01)       | -                  | 3,000,000          |
| Advance for Store Purchase (Note- 8.02)          | 181,958,084        | 202,395,000        |
| Advance Against Marketing Expense                | 2,282,731          | 1,049,401          |
| Advance Salary                                   | 853,500            | 1,154,730          |
| L/C Margin                                       | 127,175,815        | 36,227,000         |
|  | 312,270,130        | 243,826,131        |
|  | <b>314,455,068</b> | <b>246,011,069</b> |

**8.01 Advance against Land Purchase :**

Details information of advance against Land is given below :

**Deed No. :** 2271/12 (29.03.2012), 3433/2014 (14.05.14) **Total area of land :** 142 decimal

**Total value of land :** Tk. 230,00,000, **Advance amount :** Tk. 3,000,000

**Mouza :** Ratan Kawak, **Plot No. :** 213,214,215,217,218 & 190

**Plot No.:** 213,214,215,217,218 &190 **Khatian No.:** 89,37, 54,39,122, 91,149 & 110

**8.02 Advance against Store Purchase :**

Advance against store purchase represents amount paid to various parties for purchase of RM, Spare parts & other consumable materials.

**8.03 Disclosure as per Schedule-XI, Part -I, of The Companies Act, 1994**

|  |                    |                    |
|--|--------------------|--------------------|
| Advance exceeding 6 months   | 2,184,938          | 5,184,938          |
| Advance not exceeding 6 months   | 312,270,130        | 240,826,131        |
|  | <b>314,455,068</b> | <b>246,011,069</b> |
| Advance, deposits & prepayments considered good & secured                  | 313,601,568        | 241,856,339        |
| Advance, deposit & prepayments considered Good without security            | -                  | -                  |
| Advance, deposit & prepayments considered doubtful & bad                   | -                  | -                  |
| Advance, deposit & prepayments due by directors or other officers & staffs | 853,500            | 4,154,730          |
| Advance, deposit & prepayments due from companies under same management    | -                  | -                  |
| Maximum advance due by directors or officers & staffs at any time          | -                  | -                  |

**9.00 Advance Income Tax (AIT)**

|                                  |                   |                   |
|----------------------------------|-------------------|-------------------|
| Opening Balance                  | 10,439,923        | 23,118            |
| Add: Addition during the year    | 28,370,148        | 10,416,805        |
|                                  | <b>38,810,071</b> | <b>10,439,923</b> |
| Less: Adjustment during the year | -                 | -                 |
|                                  | <b>38,810,071</b> | <b>10,439,923</b> |



**10.00 Cash and Cash Equivalents**

Cash in Hand  
Cash at Banks: (Note- 10.01)  
Cash with brokerage house

| Amount In Taka     |                    |
|--------------------|--------------------|
| June 30, 2016      | June 30, 2015      |
| 6,804,387          | 3,773,465          |
| 399,969,060        | 516,285,276        |
| -                  | 258,571,272        |
| <b>406,773,447</b> | <b>778,630,013</b> |

**10.01 Details Break-up of Cash at Banks are as follows:**

AB Bank Ltd. Islami Banking Branch Kakrail AWCA-0623  
Agrani Bank Ltd. Forex Branch, Dhaka CD - 0040262  
Agrani Bank Ltd. Uttara Branch, Dhaka CD - 700617  
Al- Arafah Islami Bank Ltd. A/C No. 6777, Dilkusha Br.  
Al- Arafah Islami Bank Ltd. Uttara Branch, A/C No. 62639  
Dutch Bangla Bank Ltd. Local Office, Dhaka CD - 101 110 30394  
Exim Bank Ltd. Rajuk Avenue Branch A/C No. AWCA -4708  
Jamuna Bank Ltd., Forex Branch, Dhaka CD-0018-0210008598  
Shahjalal Islami Bank Ltd. Dhaka Main Branch A/C No. AWCD -8936  
Social Islami Bank Ltd., Principal Branch, Dhaka AWCD-21330057421  
Standard Bank Ltd. Progati Sarani Br., Dhaka CD-03833000069  
Standard Bank Ltd. Principal Br., Dhaka A/C No. 11853  
Prime Bank Ltd., Dilkusha Br., AWCD-10811050000737  
Prime Bank Ltd., Uttara Branch, AWCD-16440  
Sonal Bank Ltd., Forex Corporate Br., Dhaka CD-160833033647  
Sonal Bank Ltd., Uttara Branch, CD-17764  
Sonal Bank Ltd. Ullah para Branch A/C No.2962  
Bangladesh Krishi Bank , Uttara Branch, CD-503  
BD. Commerce Bank, Principal Br. Dhaka CD -2654  
Pubali Bank Ltd., Dhaka Stadium Branch CD-0939901041533  
Mercantile Bank Ltd. Main Br., Dilkusha, Dhaka CD-80543  
Mercantile Bank Ltd. Uttara Branch, CD-14261  
National Bank Ltd. Dilkusha Br., Dhaka CD-0002-33147897  
National Bank Ltd. Uttara Branch, CD-21648  
Islami Bank BD. Ltd. Uttara Branch AWCA-322205  
Trust Bank Ltd., Uttara Branch, Dhaka CD-0023-0210008000  
Trust Bank Ltd., Dilkusha Branch, Dhaka CD-2000811  
Uttara Bank Ltd., Local Office, Dhaka CD- 21-16568  
Uttara Bank Ltd., Uttara Branch, CD- 1859  
Janata Bank Ltd., Uttara, Dhaka CD-24227  
Islami Bank BD. Ltd. Rajshahi Branch AWCA-257713  
Islami Bank BD. Ltd. Ullahpara Branch A/C No. 1020  
BRAC Bank Ltd., Uttara, Dhaka CD -39001  
ONE Bank Ltd.-A/C-8002  
National Finance Ltd. (FDR)  
Prime Bank Limited, Motijheel Branch, SND-10431070068089  
First Security Islami Bank Ltd-A/C-121, Joinal Market Branch  
Prime Bank Limited, Motijheel Branch, FDR-81517  
Prime Bank Limited, Motijheel Branch, FDR-81518  
Prime Bank Limited, Motijheel Branch, FDR-81519  
ONE Bank Ltd.-A/C-0083  
Meghna Bank Limited  
Bank Asia Limited-A/C-1000278  
AB Bank Limited, Uttara Branch  
Islami Bank BD. Ltd. Uttara Branch-A/C-594702  
Meghna Bank Ltd. Uttara Branch-A/C-039  
Southeast Bank Ltd. Uttara Branch-A/C-3878

|                    |                    |
|--------------------|--------------------|
| 82,794             | 72,539             |
| 1,127,035          | 341,146            |
| 1,284,980          | 3,045,688          |
| 5,456              | 5,456              |
| 176,420            | 3,277,282          |
| 2,023,507          | 3,445,503          |
| 179,299            | 636,108            |
| 480,731            | 1,713,164          |
| 1,034,030          | 815,759            |
| 521,833            | 2,178,653          |
| 1,352,718          | 366,741            |
| 1                  | 5,001              |
| 460,792            | 1,793,358          |
| 345,424            | 477,089            |
| 18,308             | 368,307            |
| 1,111,788          | 1,944,527          |
| 33,830             | 33,830             |
| 434,512            | 711,549            |
| 203,558            | 203,558            |
| 4,091,212          | 9,198,039          |
| 11,615             | 11,615             |
| 560,175            | 343,234            |
| 235,033            | 56,533             |
| 2,314,138          | 1,609,919          |
| -                  | 7,454,599          |
| 642,504            | 498,907            |
| 2,062,361          | 61,582             |
| 109,101            | 419,101            |
| 1,147,058          | 2,077,093          |
| 386,076            | 1,313,530          |
| 14,736             | 4,736              |
| 2,385,448          | 2,285              |
| 270,739            | 290,692            |
| 586,100            | 79,425             |
| 10,000,000         | 10,000,000         |
| 67,702             | 461,428,728        |
| 416,290            | -                  |
| 50,000,000         | -                  |
| 100,000,000        | -                  |
| 200,000,000        | -                  |
| 783,981            | -                  |
| 10,500,000         | -                  |
| 803                | -                  |
| 585,987            | -                  |
| 1,909,931          | -                  |
| 2,000              | -                  |
| 9,054              | -                  |
| <b>399,969,060</b> | <b>516,285,276</b> |

### 11.00 Share Capital

This represents the followings:

Authorised Capital :

150,000,000.Ordinary Shares of Taka. 10/= each

Issued Subscribed and Paid up capital:

96,000,000.Ordinary Shares of Taka. 10/= each

| Amount In Taka       |                      |
|----------------------|----------------------|
| June 30, 2016        | June 30, 2015        |
| <b>1,500,000,000</b> | <b>1,500,000,000</b> |
| <b>960,000,000</b>   | <b>800,000,000</b>   |

### 11.01 Share Holdings Position:

The company raised its Paid-up Capital from Tk. 60.00 crore to Tk. 80.00 Crore through initial public offering of 2.00 Crore shares of Tk. 10 each with premium of Tk. 26 per share with due approval from BSEC dated 23 April 2015 & fund deposited Company's account from 28 June 2015 to 13 September 2015. Subsequently, the Board of Directors in their meeting held on 21st October, 2015 recommended 20% stock dividend to all of the shareholders for the year ended 30 June 2015 and the paid up capital increased from Tk. 80 crore to 96 crore (96,000,000 shares @ Tk.10 each).

Particulars of shareholders and their share holding position is as under:

| Name of the Shareholders  | Number of Shares  |                   | %           |                    |                    |
|---------------------------|-------------------|-------------------|-------------|--------------------|--------------------|
|                           | 30 June, 2016     | 30 June, 2015     |             |                    |                    |
| Md. Rafiqul Islam         | 10,440,000        | 8,700,000         | 10.88%      | 104,400,000        | 87,000,000         |
| Md. Shofiqul Islam        | 16,380,000        | 13,650,000        | 17.06%      | 163,800,000        | 136,500,000        |
| Md. Toufiqul Islam        | 16,380,000        | 13,650,000        | 17.06%      | 163,800,000        | 136,500,000        |
| Md. Toriqul Islam         | 22,320,000        | 18,600,000        | 23.25%      | 223,200,000        | 186,000,000        |
| Aman Agro Industries Ltd. | 2,160,000         | 1,800,000         | 2.25%       | 21,600,000         | 18,000,000         |
| Aman Cold Storage Ltd.    | 2,160,000         | 1,800,000         | 2.25%       | 21,600,000         | 18,000,000         |
| Milan Cold Storage Ltd.   | 2,160,000         | 1,800,000         | 2.25%       | 21,600,000         | 18,000,000         |
| General public            | 24,000,000        | 20,000,000        | 25.00%      | 240,000,000        | 200,000,000        |
| <b>Total</b>              | <b>96,000,000</b> | <b>80,000,000</b> | <b>100%</b> | <b>960,000,000</b> | <b>800,000,000</b> |

### 11.02 Classification of Shares by holding :

| Slabs by number of shares | Number of shareholders | No. of Shares     |                   |
|---------------------------|------------------------|-------------------|-------------------|
|                           |                        | 30 June, 2016     | 30 June, 2015     |
| Less than 500             | 2,743                  | 529,080           | 20,000,000        |
| From 501 to 5,000         | 886                    | 1,759,342         | -                 |
| From 5001 to 10000        | 177                    | 1,328,807         | -                 |
| From 10,001 to 20,000     | 123                    | 1,850,503         | -                 |
| From 20001 to 30000       | 53                     | 1,365,444         | -                 |
| From 30,001 to 40,000     | 28                     | 1,000,984         | -                 |
| From 40001 to 50000       | 27                     | 1,239,884         | -                 |
| From 50,001 to 100,000    | 41                     | 3,103,545         | -                 |
| From 100,001 to 1,000,000 | 38                     | 8,206,129         | -                 |
| Above 1,000,000           | 10                     | 75,616,282        | 60,000,000        |
| <b>Total</b>              | <b>4,126</b>           | <b>96,000,000</b> | <b>80,000,000</b> |

### 12.00 Share premium

Share premium

This represents amount paid by the public shareholders as premium against Initial Public Offering (IPO) @ Tk.26 per share as approved by the Bangladesh Securities and Exchange Commission (BSEC). The total number of public offering shares is 2 crore.

|                    |                    |
|--------------------|--------------------|
| <b>520,000,000</b> | <b>520,000,000</b> |
|--------------------|--------------------|

### 13.00 Dividend Equalization Reserve

Opening balance

Add: Reserve made during the year

Less: Transfer to dividend account:

Cash dividend paid for the year 2014-2015

Cash dividend payable for the year 2014-2015

Transfer to share capital for

stock dividend for the year 2014-2015

Closing Balance

This represents amount transferred to dividend equalisation reserve out of retained earnings during the year 2014-2015 for equalising dividend in future and protecting of the interest of the shareholders. This reserve can be utilised only for issue of dividend as per board decision of the company.

|                    |                    |
|--------------------|--------------------|
| 750,000,000        | -                  |
| -                  | 750,000,000        |
| 750,000,000        | 750,000,000        |
| (19,556,294)       | -                  |
| (443,706)          | -                  |
| (160,000,000)      | -                  |
| <b>570,000,000</b> | <b>750,000,000</b> |

### 14.00 Retained Earnings

Opening Balance

Add : Profit for the period

Less: Transfer to dividend equalization reserve

Closing Balance

|                      |                    |
|----------------------|--------------------|
| 690,341,133          | 1,134,774,813      |
| 429,926,122          | 305,566,321        |
| -                    | (750,000,000)      |
| <b>1,120,267,255</b> | <b>690,341,133</b> |



**15.00 Revaluation Surplus**

|   |  |
|---|--|
| Fair Value of Land and Land development       |  |
| Less: Book Value of Land and Land development |  |
| Revaluation Surplus                           |  |
| Less : Tax on revaluation                     |  |
| Net Balance of Revaluation                    |  |

| Amount In Taka     |                    |
|--------------------|--------------------|
| June 30, 2016      | June 30, 2015      |
| 170,400,000        | 170,400,000        |
| 39,240,321         | 39,240,321         |
| <b>131,159,679</b> | <b>131,159,679</b> |
| (19,673,952)       | (19,673,952)       |
| <b>111,485,727</b> | <b>111,485,727</b> |

Name of the Valuer : **S.H. KHAN & CO.** Address: Raz Bhaban ( 1st floor), 29 Dilkusha C/A, Dhaka-1000

Qualification-Chartered Accountants Firm, Enlisting: Panel 'A' auditors of Bangladesh Bank's List.  
Date of Revaluation: 15 May, 2013

**16.00 Long Term Loan**

This represents loan from AB Bank Ltd. Islami Bank Br.,Kakrail Branch, Dhaka for the implementation of the Project.

|                                    |  |
|------------------------------------|--|
| Opening Balance                    |  |
| Add: Received during the year      |  |
| Add: Excise duty for the year      |  |
| Add: Profit /Interest for the year |  |

|                                       |                   |
|---------------------------------------|-------------------|
| 57,836,799                            | 86,811,106        |
| -                                     | -                 |
| -                                     | 10,000            |
| 1,678,878                             | 9,874,633         |
| 59,515,677                            | 96,695,739        |
| Less: Paid during the year            |                   |
| Principal                             | (57,836,799)      |
| Interest                              | (1,678,878)       |
| <b>Closing Balance</b>                | <b>57,836,799</b> |
| Less: Current Maturity                | (42,061,054)      |
| <b>Balance after current maturity</b> | <b>15,775,745</b> |

Less: Paid during the year

Principal

Interest

**Closing Balance**

Less: Current Maturity

**Balance after current maturity**

Bank : AB Bank Ltd.

Sanction Limit : Tk. 159,870,000

Sanction Date: 09.03.2011

Tenure : 20.05.2012 to 20.08.2016

Rate of Interest / Profit : @ 12%

Security : Land , Building & Machineries

**17.00 Lease Obligation**

|                          |  |
|--------------------------|--|
| National Finance Limited |  |
| Hajj Finance Limited     |  |

Note - 17.01  
Note - 17.02

|                    |                    |
|--------------------|--------------------|
| 126,840,879        | 159,713,241        |
| 10,071,181         | 12,964,531         |
| <b>136,912,060</b> | <b>172,677,772</b> |

**17.01 National Finance Limited**

This represents loan from National Finance Ltd., Principal Branch, Dhaka for business expansion.

|                                    |  |
|------------------------------------|--|
| Opening Balance                    |  |
| Add: Received during the year      |  |
| Add: Profit /Interest for the year |  |

|                                       |                    |
|---------------------------------------|--------------------|
| 190,547,770                           | -                  |
| -                                     | 200,000,000        |
| 23,670,845                            | 9,370,570          |
| 214,218,615                           | 209,370,570        |
| Less: Paid during the year            |                    |
| Principal                             | (28,091,855)       |
| Interest                              | (23,670,845)       |
| <b>Closing Balance</b>                | <b>190,547,770</b> |
| Less: Current Maturity                | (30,834,529)       |
| <b>Balance after current maturity</b> | <b>159,713,241</b> |

Less: Paid during the year

Principal

Interest

**Closing Balance**

Less: Current Maturity

**Balance after current maturity**

Financial institution: National Finance Limited.

Sanction Limit : Tk. 200,000,000

Sanction Date: 02.11.2014

Tenure : 10.12.2014 to 10.11.2019

Rate of Interest / Profit : @ 14.50%

Security : Personal guarantee of all directors of the company.



**17.02 Hajj Finance Limited**

Opening Balance  
Add: Received during the year  
Add: Interest for the year  
  
Less: Payments made during the year

**Closing Balance**

Less : Current Maturity

**Closing balance net of current maturity**

Lease Company : Hajj Finance Company Ltd.  
Sanction Date : 02.12.2014  
Maturity Date : 02.12.2019  
Rate of Interest / Profit : @ 13.00%  
Lease Assets : 10 Cars ( Reconditioned Sedan cars)  
Type of Lease : Finance Lease  
Reference No. HFCL/BMMCB/FID/CORP-IWI/1214/2042

| Amount In Taka    |                   |
|-------------------|-------------------|
| June 30, 2016     | June 30, 2015     |
| 15,422,347        | 81,389            |
| 7,560             | 15,983,750        |
| 1,935,978         | 549,990           |
| 17,365,885        | 16,615,129        |
| (4,424,106)       | (1,192,782)       |
| <b>12,941,779</b> | <b>15,422,347</b> |
| (2,870,598)       | (2,457,816)       |
| <b>10,071,181</b> | <b>12,964,531</b> |

**18.00 Short Term Loan**

This represents amount sanctioned and disbursed by the following banks as loan against working capital requirements of the company which are fully secured by hypothecation of stock:

TR for BIM -ABBL , Kakrail, Dhaka  
Deferred L/C liability-ABBL  
Bai - Muajjal - Trust Bank Ltd.Dilkusha, Dhaka  
Commercial paper-Pubali Bank Ltd.  
Standard Bank Ltd. CC (Hypo)- 519  
**Balance as on 30 June**

|                      |                      |
|----------------------|----------------------|
| 231,769,300          | 797,506,003          |
| 263,657,880          | 174,863,148          |
| 200,000,000          | 450,000,000          |
| 500,000,000          | -                    |
| 45,843,095           | 20,503,290           |
| <b>1,241,270,275</b> | <b>1,442,872,441</b> |

**19.00 Trade Payable**

Opening balance  
**Add:** Purchased During the year

**Less:** Paid During the year

There is no related party transaction.

|                      |                      |
|----------------------|----------------------|
| 9,089,078            | 24,325,664           |
| 2,699,488,586        | 2,356,294,699        |
| <b>2,708,577,664</b> | <b>2,380,620,363</b> |
| 2,694,609,934        | 2,371,531,285        |
| <b>13,967,730</b>    | <b>9,089,078</b>     |

**20.00 Liabilities for Expenses and provisions**

Salary & Allowances  
TA/DA Payable (Sales Staff)  
Audit Fee & VAT  
Gas Bill  
Payable-WPPF  
VAT Payable  
TDS Payable  
Electricity bill

Note - 20.01

|                   |                   |
|-------------------|-------------------|
| 5,479,631         | 3,428,154         |
| 1,101,621         | 18,943            |
| 346,250           | 92,000            |
| 172,422           | 119,979           |
| 31,944,490        | 18,860,320        |
| 492,145           | 174,567           |
| 1,176,255         | 285,245           |
| 1,011,477         | -                 |
| <b>41,724,291</b> | <b>22,979,208</b> |

**20.01 Payable to WPPF**

Opening Balance  
Add. Current year provision  
Less. Paid during the year  
Closing WPPF

|                   |                   |
|-------------------|-------------------|
| 18,860,320        | 16,823,244        |
| 27,290,818        | 15,785,164        |
| (14,206,648)      | (13,748,087)      |
| <b>31,944,490</b> | <b>18,860,320</b> |

**21.00 Dividend payable**

|   |                |   |
|---|----------------|---|
| Opening balance                                       | -              | - |
| Add. Declared during this year for the year 2014-2015 | 20,000,000     | - |
| Less. Paid during the year                            | (19,556,294)   | - |
| Closing balance                                       | <b>443,706</b> | - |

**22.00 Net Asset Value Per Share**

**22.01 NAV per Share with revaluation :**

|  |               |               |
|--|---------------|---------------|
| Shareholders' Equity including revaluation surplus | 3,281,752,982 | 2,871,826,861 |
| Number of ordinary Shares Outstanding              | 96,000,000    | 80,000,000    |
| Net Asset Value - NAV                              | <b>34.18</b>  | <b>35.90</b>  |

**22.02 NAV per Share without revaluation :**

|   |               |               |
|---|---------------|---------------|
| Shareholders' Equity except revaluation surplus | 3,170,267,255 | 2,760,341,134 |
| Number of ordinary Shares Outstanding           | 96,000,000    | 80,000,000    |
| Net Asset Value - NAV                           | <b>33.02</b>  | <b>34.50</b>  |
| Par value of share (taka)                       | 10            | 10            |

**23.00 Sales**

Sales Value in Taka

|              |                      |                      |
|--------------|----------------------|----------------------|
| Broiler Feed | 1,532,096,632        | 1,367,051,145        |
| Layer Feed   | 1,308,116,057        | 1,280,463,590        |
| Fish Feed    | 734,226,247          | 137,436,217          |
| Cattle Feed  | 79,653,100           | 54,819,856           |
|              | <b>3,654,092,037</b> | <b>2,839,770,808</b> |

Sales Quantity in MT

|                                      |               |               |
|--------------------------------------|---------------|---------------|
| Broiler Feed                         | 42,240        | 44,732        |
| Layer Feed                           | 33,567        | 36,616        |
| Fish Feed (Rented plant MT 9,084 MT) | 17,893        | 3,814         |
| Cattle Feed                          | 3,096         | 2,173         |
|                                      | <b>96,796</b> | <b>87,335</b> |

Percentage of Sales

|              |                |                |
|--------------|----------------|----------------|
| Broiler Feed | 43.64%         | 51.22%         |
| Layer Feed   | 34.68%         | 41.93%         |
| Fish Feed    | 18.49%         | 4.37%          |
| Cattle Feed  | 3.20%          | 2.49%          |
|              | <b>100.00%</b> | <b>100.00%</b> |

**24.00 Cost of Goods Sold**

|                                  |              |                      |                      |
|----------------------------------|--------------|----------------------|----------------------|
| Raw materials consumption        | Note - 24.01 | 2,661,690,467        | 2,073,510,104        |
| Packing materials consumption    | Note - 24.02 | 72,199,560           | 50,053,009           |
| Factory Overhead                 | Note - 24.03 | 104,568,397          | 132,827,545          |
| Cost of Production               |              | 2,838,458,424        | 2,256,390,657        |
| Opening Finished Goods           |              | 62,099,048           | 32,946,696           |
| Cost of Goods Available for Sale |              | 2,900,557,472        | 2,289,337,354        |
| Closing Finished Goods           |              | (60,286,779)         | (62,099,048)         |
| <b>Cost of Goods Sold</b>        |              | <b>2,840,270,693</b> | <b>2,227,238,306</b> |

**24.01 Raw Materials Consumed :**

|   |                      |                      |
|---|----------------------|----------------------|
| Opening Raw Materials                     | 1,130,265,712        | 898,259,079          |
| Purchased during the year [ Note-24.01.A] | 2,626,836,227        | 2,305,516,737        |
| Available for Use                         | 3,757,101,939        | 3,203,775,816        |
| Closing Raw Materials [Note-6.02]         | (1,095,411,472)      | (1,130,265,712)      |
|   | <b>2,661,690,467</b> | <b>2,073,510,104</b> |

**24.01.A Raw Materials Purchased during the year**

Value in Taka :

|                         |                      |                      |
|-------------------------|----------------------|----------------------|
| Maize                   | 1,117,059,585        | 950,560,792          |
| Wheat & Wheat Flour     | 9,772,935            | 2,678,668            |
| Rice Polish & Bran      | 111,283,192          | 166,678,628          |
| Meat & Bone Meal        | 98,582,616           | 89,589,057           |
| Fishmeal & Dry Fish     | 20,907,939           | 16,792,249           |
| Oilcake & Soyabean Meal | 1,038,874,311        | 879,106,232          |
| Medicine & Chemicals    | 230,355,650          | 200,111,111          |
|                         | <b>2,626,836,227</b> | <b>2,305,516,737</b> |





|  | Amount In Taka     |                    |
|--|--------------------|--------------------|
|  | June 30, 2016      | June 30, 2015      |
| Quantity in MT:  |                    |                    |
| Maize  | 63,942             | 55,850             |
| Wheat & Wheat Flour  | 547                | 116                |
| Rice Polish & Bran   | 3,496              | 5,751              |
| Meat & Bone Meal   | 3,213              | 2,188              |
| Fishmeal & Dry Fish  | 159                | 136                |
| Oilcake & Soyabean Meal                                    | 25,033             | 24,718             |
|  | <b>96,389</b>      | <b>88,758</b>      |
| <b>24.02 Packing Materials Consumed</b>                    |                    |                    |
| Opening Packing Materials                                  | 8,170,966          | 7,446,013          |
| Purchased during the year [ Note- 24.02.A ]                | 72,652,359         | 50,777,962         |
| Available for Use  | 80,823,325         | 58,223,975         |
| Closing Packing Materials [Note-6.03]                      | (8,623,765)        | (8,170,966)        |
|  | <b>72,199,560</b>  | <b>50,053,009</b>  |
| <b>24.02.A Packing Materials Purchased During the year</b> |                    |                    |
| Value in Taka :  |                    |                    |
| WPP Bag  | 72,652,259         | 50,777,962         |
|  | <b>72,652,259</b>  | <b>50,777,962</b>  |
| Quantity in PCS.   |                    |                    |
| WPP Bag  | 3,457,325          | 2,381,440          |
|  | <b>3,457,325</b>   | <b>2,381,440</b>   |
| <b>24.03 Factory Overhead</b>                              |                    |                    |
| Wages & Allowances   | 15,908,253         | 16,522,598         |
| Factory Salary & Allowances                                | 15,336,844         | 16,859,069         |
| Spare Parts  | 4,445,977          | 23,397,399         |
| Oil & Lubricants   | 4,746,269          | 5,452,758          |
| Carriage Inward  | 3,702,221          | 1,334,932          |
| Loading & Unloading Charges                                | 10,594,602         | 10,171,484         |
| Factory Repair & Maintenance                               | 3,366,480          | 5,544,281          |
| Laboratory Expenses  | 373,095            | 166,847            |
| Gas Bill   | 3,277,306          | 4,426,999          |
| Electricity Bill   | 4,829,192          | 12,982,976         |
| VAT on factory rent  | 60,000             | -                  |
| Factory rent   | 400,000            | -                  |
| Depreciation on Manufacturing Assets                       | 37,528,158         | 35,968,202         |
|  | <b>104,568,397</b> | <b>132,827,545</b> |
| <b>25.00 Administrative Expenses</b>                       |                    |                    |
| Salaries & Allowances                                      | 13,605,077         | 15,810,827         |
| Director's Remuneration                                    | 6,000,000          | 2,600,000          |
| Board Meeting Attendance Fee                               | 290,000            | 295,000            |
| Stationeries   | 550,068            | 849,614            |
| Postage, Telephone & Internet                              | 258,547            | 242,045            |
| Entertainment  | 631,166            | 654,599            |
| Crockeries & Utensil                                       | 23,925             | 10,174             |
| Office Rent  | 2,040,000          | 1,320,000          |
| General Repair & Maintenance                               | 30,921             | 1,076,873          |
| Fuel & Lubricants  | 630,150            | 988,670            |
| Vehicle Maintenance  | 312,030            | 675,795            |
| Environmental Clearance Expenses                           | -                  | -                  |
| Insurance Premium  | 583,730            | 702,844            |
| Staff Fooding Expenses                                     | 1,049,609          | 762,935            |
| Medical Expenses   | 50,348             | 38,025             |
| Licenses & Others  | 387,061            | 417,067            |
| Issue management Expenses Note-25.01                       | 10,587,615         | 8,198,651          |
| Professional fees & VAT                                    | 316,250            | -                  |
| Audit Fees & VAT   | 230,000            | 92,000             |
| Rent, Rates & Taxes  | 87,016             | 39,726             |
| Travelling & Conveyance                                    | 2,561,599          | 3,419,434          |
| Newspaper & Periodicals                                    | 5,140              | 5,410              |
| VAT on Office rent   | 183,600            | 118,800            |
| Bank Charges   | 3,303,751          | 2,689,902          |
| Fees for annual return submission                          | 53,000             | -                  |
| Cleaning & Gardening Expenses                              | 2,905              | 4,679              |
| Depreciation on Non Manufacturing Assets                   | 1,975,166          | 1,893,063          |
|  | <b>45,748,674</b>  | <b>42,906,133</b>  |



**25.01 Issue management Expenses**

|   |  |
|---|--|
| CDBL Fee                                    |  |
| DSE and CSE Listing Fee                     |  |
| BSEC Consent Fee                            |  |
| Post Issue Expenses                         |  |
| Printing of Prospectus & Forms              |  |
| BUET Fee                                    |  |
| Publication of Prospectus                   |  |
| Hall Rent                                   |  |
| Issue Manager Fee                           |  |
| Expenses-Lottery Ceremony, IPO              |  |
| Underwriting commission                     |  |
| VAT on underwriting commission              |  |
| TDS on underwriting commission              |  |
| Expenses-AGM                                |  |
| Courier bill for annual report distribution |  |
| Dividend processing fee                     |  |
| VAT on dividend processing fee              |  |
| IPO data transmission fee                   |  |
| Share transfer fees                         |  |
| Data transmission fees                      |  |
| Foreign exchange loss                       |  |
| Bank charges/commission                     |  |

| Amount In Taka    |                  |
|-------------------|------------------|
| June 30, 2016     | June 30, 2015    |
| -                 | 839,500          |
| 820,219           | 3,505,000        |
| -                 | 1,080,000        |
| 5,354,800         | 500,000          |
| -                 | 265,080          |
| -                 | 362,149          |
| -                 | 1,263,972        |
| -                 | 51,750           |
| -                 | 331,200          |
| 331,083           | -                |
| 1,620,000         | -                |
| 270,000           | -                |
| 180,000           | -                |
| 300,000           | -                |
| 73,164            | -                |
| 86,955            | -                |
| 3,912             | -                |
| 200,000           | -                |
| 648,164           | -                |
| 200,000           | -                |
| 408,511           | -                |
| 90,807            | -                |
| <b>10,587,615</b> | <b>8,198,651</b> |

**26.00 Selling and Distribution Expenses**

|                                   |  |
|-----------------------------------|--|
| Salaries & Allowances             |  |
| Target Incentive Bonus            |  |
| Godown expenses                   |  |
| Advertisement                     |  |
| Travelling & Conveyance           |  |
| Promotional Expenses              |  |
| Seminar Expenses                  |  |
| Free Sample                       |  |
| Dealer Sale Target Award Expenses |  |
| Carriage Outward                  |  |
| Loading & Unloading Charges       |  |

|                   |                   |
|-------------------|-------------------|
| 14,405,981        | 12,646,189        |
| 3,215,039         | 2,692,564         |
| 2,255,567         | 1,041,139         |
| 1,141,964         | 846,650           |
| 1,972,356         | 3,800,587         |
| 2,872,883         | 2,559,610         |
| 3,107,922         | 2,622,687         |
| 6,596,729         | 7,997,156         |
| 1,699,116         | 1,361,525         |
| 20,995,672        | 17,414,904        |
| 12,770,855        | 12,098,184        |
| <b>71,034,084</b> | <b>65,081,196</b> |

**27.00 Financial Expenses**

|   |  |
|---|--|
| Profit / Rent(Interest) on HPSM A/C -ABBL           |  |
| Profit(Interest) on Bai Muajjal & TR A/C -ABBL      |  |
| Interest on CC(Hypo) Loan - Standard Bank Ltd.      |  |
| Interest on Term loan-NFL                           |  |
| Interest on Bai Muajjal-Trust Bank                  |  |
| Interest on Lease Obligation - Hajj Finance Limited |  |

|                    |                    |
|--------------------|--------------------|
| 1,678,878          | 9,874,634          |
| 72,019,194         | 111,926,145        |
| 1,458,752          | 1,161,892          |
| 23,670,845         | 9,370,570          |
| 50,108,951         | 31,559,236         |
| 1,935,977          | 549,991            |
| <b>150,872,597</b> | <b>173,523,810</b> |
| (26,905,877)       | -                  |
| <b>123,966,720</b> | <b>173,523,810</b> |

Less: Interest on FDR

**28.00 Other Income**

|                                  |  |
|----------------------------------|--|
| Interest Income on bank deposits |  |
| Discount                         |  |
| Total other income               |  |

|               |                |
|---------------|----------------|
| -             | 457,573        |
| 35,302        | 9,507          |
| <b>35,302</b> | <b>467,080</b> |

**29.00 Liabilities for Taxation**

**29.01 Current Tax -**

|                                       |  |
|---------------------------------------|--|
| Profit Before Tax except Other Income |  |
| Add: Accounting Depreciation          |  |
| Less: Tax Depreciation                |  |
| Taxable Income for the year           |  |
| Rate of Tax as per policy note-2.15   |  |
| Tax on business                       |  |
| Add: Tax on Other Income @ 25%        |  |
| a) Regular tax                        |  |
| b) Minimum tax @ 0.60%                |  |

|                    |                    |
|--------------------|--------------------|
| 545,781,048        | 315,236,199        |
| 39,503,324         | 37,861,265         |
| (105,560,302)      | (116,677,428)      |
| <b>479,724,070</b> | <b>236,420,037</b> |
|                    | 3%                 |
| <b>71,738,611</b>  | <b>7,092,601</b>   |
| 8,826              | 116,770            |
| 71,747,436         | 8,636,083          |
| 13,316,378         | 8,519,312          |





|  |   | Amount In Taka     |                    |
|--|---|--------------------|--------------------|
|  |   | June 30, 2016      | June 30, 2015      |
| <b>Current tax higher of (a &amp; b)</b>   |   | <b>71,747,436</b>  | <b>8,636,083</b>   |
| Less: Tax rebate @ 10% for the transfer of at least 20% of its paid up capital through IPO.  |   | -                  | 863,608            |
|  |   | <b>71,747,436</b>  | <b>7,772,474</b>   |
| <b>29.01.A Net Tax Liability :</b>   | Opening Balance   | 31,513,759         | 31,925,828         |
|  | Add: Provision made for the year                                | 71,747,436         | 7,772,474          |
|  | <b>Total Payable</b>  | <b>103,261,195</b> | <b>39,698,302</b>  |
|  | Less : Tax Paid during the year- Tax Liability paid             | -                  | (8,184,543)        |
|  | Total tax paid during the year                                  | -                  | <b>(8,184,543)</b> |
|  | <b>Total tax liability</b>                                      | <b>103,261,195</b> | <b>31,513,759</b>  |
|  | AIT paid Note-9.00  | (28,370,148)       | (10,416,805)       |
|  | <b>Net Tax Liability as at Closing</b>                          | <b>74,891,047</b>  | <b>21,096,954</b>  |
| Provision of tax made @ 3% on first 10 lac, 10% on next 20 lac and 15% on balance as per SRO No. 199-Ain-Income Tax/2015 dated 30 June 2015. |   |                    |                    |
| <b>29.02 Deferred Tax</b>  | Carrying Amount of the PPE (Except Land)                        | 774,743,499        | 753,123,486        |
|  | Tax Base of the PPE (Except Land)                               | 423,401,141        | 467,838,105        |
|  | Taxable Temporary Difference                                    | <b>351,342,358</b> | <b>285,285,381</b> |
|  | Tax Rate  | 15%                | 3%                 |
|  | Deferred Tax Liability (except revaluation)                     | 52,701,354         | 8,558,561          |
|  | Total deferred tax liability                                    | <b>52,701,354</b>  | <b>8,558,561</b>   |
|  | <b>Opening Deferred Tax Liability</b>                           | 28,232,513         | 25,868,028         |
|  | Add.Provision   | 44,142,792         | 2,364,485          |
|  | <b>Total deferred tax liability as at 30 June</b>               | <b>72,375,306</b>  | <b>28,232,513</b>  |
|  | Deferred Tax Liability as at 30 June (except revaluation)       | 52,701,354         | 8,558,561          |
|  | Deferred Tax Liability at opening balance                       | 8,558,561          | 6,194,077          |
|  | <b>Deferred Tax Expenses /Income</b>                            | <b>44,142,792</b>  | <b>2,364,485</b>   |
| <b>30.00 Earning Per Share( EPS)</b>   |   |                    |                    |
| <b>30.01 Basic Earning Per Share :</b>   |   | <b>4.48</b>        | <b>5.07</b>        |
|  | Net Profit from the Core Business                               | 429,899,645        | 305,216,010        |
|  | Weighted average no. of shares outstanding                      | 96,000,000         | 60,328,767         |
|  | Basic EPS on Core Business                                      | <b>4.48</b>        | <b>5.06</b>        |
|  | <b>Basic Earning Per Share (Restated):</b>                      | <b>4.48</b>        | <b>3.18</b>        |
|  | Net Profit from the Business                                    | 429,926,122        | 305,566,321        |
|  | Weighted average no. of shares outstanding                      | 96,000,000         | 96,000,000         |
|  | Basic EPS on Core Business                                      | <b>4.48</b>        | <b>3.18</b>        |
|  | Extra Ordinary Income (Other Income net off Tax)                | 26,477             | 350,310            |
|  | Weighted average no. of shares outstanding                      | 96,000,000         | 60,328,767         |
|  | Basic EPS on Extra Ordinary Income                              | <b>0.0003</b>      | <b>0.0058</b>      |
| <b>30.02 Weighted average /Total existing number of shares :</b>   |   |                    |                    |
|  | <b>Weighted average no. of shares</b>                           |                    |                    |
|  | 60,000,000 share for 365 days                                   | 60,000,000         | 60,000,000         |
|  | 20,000,000 share for 365 days in 2016 and 6 days in 2015        | 20,000,000         | 328,767            |
|  | 16,000,000 share for 365 days                                   | 16,000,000         | -                  |
|  |   | <b>96,000,000</b>  | <b>60,328,767</b>  |
|  | <b>Total existing number of shares</b>                          |                    |                    |
|  | Opening number of shares outstanding [considered FV Tk.10 each] | 80,000,000         | 60,000,000         |
|  | Add - Issued during the year :                                  | -                  | 20,000,000         |
|  | Add - Stock dividend issued during the year :                   | 16,000,000         | -                  |
|  |   | <b>96,000,000</b>  | <b>80,000,000</b>  |

**31.00 Related party disclosures:**

The details of related party transactions during the year alongwith the relationship is illustrated below in accordance with BAS 24 :

|                          |                           |                       | Jul'15-Jun'16            | Jul'14-Jun'15            |
|--------------------------|---------------------------|-----------------------|--------------------------|--------------------------|
| Name of the party        | Relationship with Company | Nature of transaction | Transacted amount in BDT | Transacted amount in BDT |
| Md. Rafiqul Islam        | Chairman & Shareholder    | Remuneration          | 1,200,000                | -                        |
|                          |                           | Board meeting fee     | 45,000                   | 50,000                   |
| Md. Shofiqul Islam       | Managing Director &       | Remuneration          | 2,400,000                | 2,600,000                |
|                          |                           | Board meeting fee     | 45,000                   | 50,000                   |
| Md. Toufiqul Islam       | Director & Shareholder    | Remuneration          | 1,200,000                | -                        |
|                          |                           | Board meeting fee     | 40,000                   | 50,000                   |
| Md. Toriqul Islam        | Director & Shareholder    | Remuneration          | 1,200,000                | -                        |
|                          |                           | Board meeting fee     | 40,000                   | 50,000                   |
| Md. Azizul Haque         | Nominee Director          | Board meeting fee     | 40,000                   | 45,000                   |
| Mr. Abdul Matin Bhuiyan  | Independent Director      | Board meeting fee     | 40,000                   | 25,000                   |
| Mr. A.F.M. Shamsul Islam | Independent Director      | Board meeting fee     | 40,000                   | 25,000                   |
| Aman Cement Mills Ltd.   | Common Director           | Office rent           | 120,000                  | 120,000                  |
| Aman Group LTD.          | Common Director           | Office rent           | 1,920,000                | 1,200,000                |

**32.00 Disclosure of managerial remuneration:**

**32.01** The total amount of remuneration paid to the top five salaried Officers of the company during the year is as follows :

| Name                     | Designation                      | Jul'15-Jun'16 | Jul'14-Jun'15 |
|--------------------------|----------------------------------|---------------|---------------|
| Md. Shofiqul Islam       | Managing Director                | 2,400,000     | 2,600,000     |
| Nandan Chandra Dey, FCMA | Company Secretary (Former)       | 676,481       | 1,578,196     |
| G.H.N Ershad             | GM - Operation (Former)          | -             | 534,472       |
| ANM Ashiqur Rahman, ACMA | Chief Financial Officer (Former) | -             | 151,238       |
| Shankar Kumar Das, ACA   | Chief Financial Officer          | 869,497       | 418,587       |
| Krishna Kr. Sharma, ACS  | Acting Company Secretary         | 264,868       | -             |

**32.02** Aggregate amount of remuneration paid to all Officers during the accounting year is as follows :

| Particulars           | Nature of Payment                | Jul'15-Jun'16 | Jul'14-Jun'15 |
|-----------------------|----------------------------------|---------------|---------------|
| Directors             | Board meeting fee                | 290,000       | 295,000       |
| Directors             | Remuneration                     | 2,400,000     | 2,600,000     |
| Officers & Executives | Salary, bonus & other allowances | 46,562,941    | 36,151,062    |

**33.00 General :**

**a) PF & Gratuity:** The company has no PF & Gratuity Fund scheme as such no provision has been made in the Financial statements as at 30.6.2016.

**b)** The figure has been rounded off to the nearest Taka.



**c) Capacity of production:**

Capacity utilization during the year is as under:

The actual production increased from the last year. Details of production capacity and utilization are as follows:

| Description of Products     | Installed capacity (MT) |         | Actual production (MT) |        | Capacity utilization (%) |        |
|-----------------------------|-------------------------|---------|------------------------|--------|--------------------------|--------|
|                             | Jun-16                  | Jun-15  | Jun-16                 | Jun-15 | Jun-16                   | Jun-15 |
| Poultry, fish & cattle feed | 105,000                 | 105,000 | 87,602                 | 87,734 | 83.43%                   | 83.56% |

The production is 83.43% of the installed capacity as detailed below:

|   | 2016           | 2015           |
|---|----------------|----------------|
| 1) Capacity 105,000 MT from July 2015 to June 2016 = 12 month       | 105,000        | 105,000        |
| <b>Weighted average capacity of production</b>                      | <b>105,000</b> | <b>105,000</b> |
| <b>Actual production</b>  | <b>87,602</b>  | <b>87,734</b>  |
| <b>Percentage of actual production to weighted average capacity</b> | <b>83.43%</b>  | <b>83.56%</b>  |

**d) No. of Employees:**

| Salary Range (Monthly)     | Officers & Staffs |            | Worker (permanent) | Total      |
|----------------------------|-------------------|------------|--------------------|------------|
|                            | Head Office       | Factory    |                    |            |
| Not Less than Taka 3,000/= | 129               | 172        | 8                  | 309        |
| Less than taka 3,000/=     | -                 | -          | -                  | -          |
| <b>Total</b>               | <b>129</b>        | <b>172</b> | <b>8</b>           | <b>309</b> |

**e) Events after the balance sheet date:** Subsequent to the Statement of Financial Position date, the Board of Directors in their meeting held on 26th October, 2016 recommended 20% cash dividend to the general public shareholders including Sponsors/ Directors shareholders & 10% Stock dividend to the all shareholders for the year ended 30th June 2016. The dividend proposal is subject to shareholders' approval at the forthcoming Annual General Meeting.

**f) Capital expenditure contract:** There is no capital Expenditure contract executed during the year 2016.

**g) WPPF:** The company considered and operating WPPF @ 5% on it's profit according to Bangladesh Labour Law 2006 as amended 2013.

**h) Contingent liabilities & capital commitments:** There is no claim against the company, not acknowledged as debt and no un-availed credit facilities, other than those in the normal course of business, available to the company on 30 June, 2016.

**AMAN FEED LIMITED**  
Property Plant & Equipments  
As at June 30, 2016

Annexure - A

| P A R T I C U L A R S           | C O S T                          |                          |                        | Rate of Depreciation | D E P R E C I A T I O N          |                         |                        | Written down value as at 30.06.2016 |
|---------------------------------|----------------------------------|--------------------------|------------------------|----------------------|----------------------------------|-------------------------|------------------------|-------------------------------------|
|                                 | Opening Balance as at 01.07.2015 | Addition During the year | Total as at 30.06.2016 |                      | Opening Balance as at 01.07.2015 | Charged During the Year | Total as at 30.06.2016 |                                     |
| Land & Land Development         | 210,595,500                      | 82,704,435               | 293,299,935            | -                    | -                                | -                       | 293,299,935            |                                     |
| Building & Civil Construction   | 658,979,211                      | 56,777,248               | 715,756,459            | 2.5%                 | 16,529,682                       | 71,098,878              | 644,657,581            |                                     |
| Plant & Machinery               | 293,976,856                      | 2,967,953                | 296,944,809            | 15%                  | 19,533,576                       | 186,254,544             | 110,690,265            |                                     |
| Vehicle                         | 32,910,901                       | 386,824                  | 33,297,725             | 15%                  | 2,975,917                        | 16,434,193              | 16,863,532             |                                     |
| Furniture & Fixture             | 1,654,873                        | 194,097                  | 1,848,970              | 10%                  | 852,770                          | 952,390                 | 896,580                |                                     |
| Office Equipment                | 1,723,727                        | 94,661                   | 1,818,388              | 15%                  | 1,108,685                        | 1,215,141               | 603,247                |                                     |
| Computer & IT Equipment         | 1,265,670                        | 702,554                  | 1,968,224              | 20%                  | 677,858                          | 935,931                 | 1,032,293              |                                     |
| <b>Balance as on 30.06.2016</b> | <b>1,201,106,738</b>             | <b>143,827,772</b>       | <b>1,344,934,510</b>   |                      | <b>237,387,752</b>               | <b>39,503,324</b>       | <b>1,068,043,434</b>   |                                     |
| <b>Balance as on 30.06.2015</b> | <b>1,021,244,352</b>             | <b>179,862,386</b>       | <b>1,201,106,738</b>   |                      | <b>199,526,487</b>               | <b>37,861,265</b>       | <b>963,718,986</b>     |                                     |

| Allocation of Depreciation : | 2015-2016         | 2014-2015         |
|------------------------------|-------------------|-------------------|
| Manufacturing                | 37,528,158        | 35,968,202        |
| Other than Manufacturing     | 1,975,166         | 1,893,063         |
|                              | <b>39,503,324</b> | <b>37,861,265</b> |

Annexure - B

**AMAN FEED LIMITED**  
**Statement of Inventory Movement**  
 For the year ended 30 June 2016

**FINISHED GOODS :**

*Quantity in MT*

| Items                      | Opening Balance as on 01.07.2015 | Production during the year | Sales during the year | Closing Balance as at 30.06.2016 |
|----------------------------|----------------------------------|----------------------------|-----------------------|----------------------------------|
| Broiler Feed               | 723                              | 42,187                     | 42,240                | 670                              |
| Layer Feed                 | 520                              | 33,530                     | 33,567                | 483                              |
| Fish Feed                  | 314                              | 8,793                      | 8,809                 | 298                              |
| Cattle Feed                | 51                               | 3,092                      | 3,096                 | 47                               |
| <b>Total Quantity (MT)</b> | <b>1,608</b>                     | <b>87,602</b>              | <b>87,712</b>         | <b>1,498</b>                     |

**RAW MATERIALS :**

*Quantity in MT*

| Items                      | Opening Balance as on 01.07.2015 | Purchase during the year | Consumption during the year | Closing Balance as at 30.06.2016 |
|----------------------------|----------------------------------|--------------------------|-----------------------------|----------------------------------|
| Maize                      | 22,083                           | 63,942                   | 66,881                      | 19,143                           |
| Wheat & Wheat Flour        | 312                              | 547                      | 461                         | 398                              |
| Rice Polish & Bran         | 1,783                            | 3,496                    | 3,730                       | 1,549                            |
| Meat & Bone Meal           | 1,347                            | 3,213                    | 2,759                       | 1,801                            |
| Fishmeal & Dry Fish        | 387                              | 159                      | 195                         | 350                              |
| Oilcake & Soyabean Extrac. | 17,318                           | 25,033                   | 27,792                      | 14,560                           |
| <b>Total Quantity (MT)</b> | <b>43,230</b>                    | <b>96,389</b>            | <b>101,819</b>              | <b>37,800</b>                    |

**PACKING MATERIALS :**

*Quantity in Pcs.*

| Items                        | Opening Balance as on 01.07.2015 | Purchase during the year | Consumption during the year | Closing Balance as at 30.06.2016 |
|------------------------------|----------------------------------|--------------------------|-----------------------------|----------------------------------|
| WPP Bag                      | 340,138                          | 3,457,325                | 3,452,822                   | 344,640                          |
| <b>Total Quantity (Pcs.)</b> | <b>340,138</b>                   | <b>3,457,325</b>         | <b>3,452,822</b>            | <b>344,640</b>                   |

**Aman Feed Ltd.**

Registered Office: Singhogati, Ullapara, Sirajganj  
Office: 2 Ishakha Avenue, Sector-6, Uttara, Dhaka-1230

**Notice of the 11<sup>th</sup> Annual General Meeting**

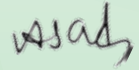
Notice is hereby given that the 11<sup>th</sup> Annual General Meeting of Aman Feed Ltd. will be held on Thursday, December 15, 2016 at 11:00 am at Singhogati, Ullapara, Sirajganj to transact the following businesses:

**AGENDA**

1. Consideration and adoption of the Directors' Report and the Audited Financial Statements of the Company for the year ended 30 June 2016 together with the Auditors' Report thereon.
2. Declaration of Dividend for the year ended 30 June 2016 as recommended by the Board of Directors.
3. Election/Re-election of Directors.
4. Appointment of Auditors and fixation of their remuneration.

November 30, 2016

By order of the Board of Directors



Mohammad Asaduzzaman ACS  
Company Secretary

**Notes:**

- Members whose names appeared on the Members/Depository Register as on 'Record Date' i.e. November 17, 2016 are eligible to attend the 11<sup>th</sup> Annual General Meeting (AGM) and receive dividend.
- A Member entitled to attend and vote at the AGM may appoint a Proxy to attend and vote in his/her stead.
- The 'Proxy Form', duly filled and stamped at Tk. 20 must be deposited at the Company's Share Office located at 2 Ishakha Avenue, Sector-6, Uttara, Dhaka-1230 not later than 72 hours before commencement of the AGM.
- Members/Proxies are requested to record their entry in the AGM well in time on December 15, 2016. The registration counter will open at 9:00 am on the AGM date.
- Aman Feed Ltd. is concerned about the environment and utilizes natural resources in a sustainable way. We request the members to update their email address and contact number (mobile/fixed phone) with their respective Depository Participant (DP) for quicker and easier communication. Such cooperation will help conserve paper and minimize the impact on the environment.
- In compliance with the Bangladesh Securities and Exchange Commission's Circular (No. SEC/CMRRCD/2009-193/154 dated October 24, 2013), no food or gift will be arranged at the AGM.





## AMAN FEED LIMITED

Registered Office: Singhogati, Ullapara, Sirajganj  
Corporate Office: 2 Ishakha Avenue, Sector – 6, Uttara, Dhaka-1230

### PROXY FORM

| Shareholders BO A/C No. | No. of Shares held |
|-------------------------|--------------------|
|                         |                    |

I/We.....of( Address)..... being shareholder(s) of Aman Feed Limited hereby appoint of ..... as my/ our proxy to attend and vote for me/us and on my/our behalf at the 11th Annual General Meeting to be held on Thursday the 15th December 2016 at 11.00 a.m. at the Factory Premise, Singhogati, Ullapara, Sirajganj and any adjournment thereof and the poll may be taken in consequence thereof.

As witness my/our hand this..... day of ..... 2016.

\_\_\_\_\_  
(Signature of the Proxy)



\_\_\_\_\_  
(Signature of the Shareholder)  
BO Account No.

Note: The proxy form duly completed must be deposited at the Company's Corporate Office not later than 72 hours before the time fixed for the meeting, otherwise the proxy form will not be accepted.

\_\_\_\_\_  
Authorized Signature  
**Aman Feed Limited**

\_\_\_\_\_  
Signature Verified

### AMAN FEED LIMITED SHAREHOLDERS' ATTENDANCE SLIP

I/We hereby record my/our presence at the 11th Annual General Meeting of the Company on 15th December 2016 at the Factory Premise, Singhogati, Ullapara, Sirajganj.

Name of Shareholder/Proxy .....  
BO Account No ..... holding of .....  
ordinaryshares of Aman Feed Limited.

\_\_\_\_\_  
Signature of Shareholder(s)

N.B.

1. Please note that AGM can only be attended by the honorable shareholder or properly constituted proxy.
2. Please present this slip at the Reception Desk.





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AMAN FEED

## **CORPORATE OFFICE**

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Uttara, Dhaka-1230**

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