



মালেক সিদ্দিকী ওয়ালী, চার্টার্ড একাউন্টেন্টস

৯-জি, মতিঝিল বাণিজ্যিক এলাকা, ঢাকা-১০০০

**Malek Siddiqui Wali**

CHARTERED ACCOUNTANTS

9-G, Motijheel C/A, 2<sup>nd</sup> Floor, Dhaka-1000, Bangladesh.

Extension Office : Property Heights, 1<sup>st</sup> Floor

12, R.K. Mission Road, Dhaka-1000.

PHONE : 9513471, 9569867

PABX: 9576118-9, 9576128

FAX: +88-02-9516236

Email: wali@satcombd.com

Web: www.msw-bd.com

**Independent Auditors' Report**  
**To the Shareholders of aamra technologies limited**  
Report on the Audit of the Financial Statements

**Opinion**

We have audited the financial statements of **aamra technologies limited** which comprise the financial position as at June 30, 2022, the 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 notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, of the financial position of the Company as at June 30, 2022, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Security and Exchange Rules 1987 and other applicable laws and regulations.

**Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Emphasis of Matter**

1. With reference to the note no. 8.01.01 of these Financial Statements, which describes that the cumulative Advance Income Tax (AIT) credit balance is of Tk. 213,752,536 as per Income Tax Return 2021-2022 (Assessment Year). But, no refund claim has yet been made by the company.
2. We also refer to the note no. 6.01 of these Financial Statements, which mentions that the inventory contains slow moving inventory items. The management of the company has confirmed that all these inventory shall be realizable at equal to its carrying value via selling of the products or consumption at its operation or reimbursement from the suppliers.
3. As per Labor Law 2006, section 232 the company is required to make provision for WPPF @ 5% of disclosed net profit, but the company did not make the provision on the basis of a legal opinion which they have sought from a legal expert and the explanation is disclosed in the note no. 31 of the Notes to the Accounts.



## Key Audit Matters

Risk	Our response
<b>Revenue recognition</b>	
<p>At the year ended, the company's reported total revenue of Tk. 2,308,778,634.</p> <p>Revenue is measured net of trade discount and VAT. Time of revenue recognition is matter. The revenue may overstated for the early recognition of revenue to achieve the desire result.</p>	<p>We have tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> <li>• Policy of revenue recognition;</li> <li>• Issuance of VAT challan;</li> <li>• Segregation of duties in invoice creation and modification; and</li> <li>• Timing of revenue recognition.</li> </ul> <p>Our substantive procedures in relation to the revenue recognition comprises the following:</p> <ul style="list-style-type: none"> <li>• Obtaining supporting documentation for sales transactions recorded either side of year end as well as credit notes issued after the year end date to determine whether revenue was recognized in the correct period;</li> <li>• VAT is correctly dealt with;</li> <li>• Critically assessing manual journals posted to revenue to identify unusual or irregular items; and</li> <li>• Finally assessed the appropriateness and presentation of disclosures against relevant accounting Standards.</li> </ul>
Please see the note 21 in the financial statements.	
<b>Valuation of inventory</b>	
<p>The balance of inventory of the Company at the year-end was Tk. 825,866,369 held in the company's warehouse.</p> <p>Inventories are carried at the lower of cost and net realizable value. As a result, the Directors apply judgment in determining the appropriate values for slow-moving or obsolete items.</p>	<p>We challenged the appropriateness of management's assumptions applied in calculating the value of the inventory and related provisions by:</p> <ul style="list-style-type: none"> <li>• evaluating the design and implementation of key inventory controls operating across the Company in respect of inventory management;</li> <li>• to attend the physical inventory counts and reconciling the count results to the inventory listings to test the completeness of data;</li> <li>• to review the inventory costing procedures and methodology.</li> <li>• comparing the net realizable value, obtained through a detailed review of sales subsequent to the year-end, to the cost price of a sample of inventories and comparison to the associated provision to assess whether inventory provisions are complete;</li> <li>• reviewing the historical accuracy of inventory provisioning, and the level of inventory write-offs during the year; and</li> </ul>

Risk	Our response
	<ul style="list-style-type: none"> <li>Challenging the completeness of inventory provisions through assessing actual and forecast sales of inventory lines to assess whether provisions for slow- moving/obsolete stock are valid and complete.</li> </ul>
Please see the note 6 in the financial statements.	

### Other Information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditor's report thereon. We have not been provided the Director's report and other information contained within the annual report except the financial statements to the date of our auditor's report. We expect to obtain the remaining reports of the Annual report after the date of our auditor's report. Management is responsible for the other information.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Our opinion on the financial statements does not cover other information and we do not express any form of assurance conclusion thereon.

### Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs as explained, and for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error. The Companies Act, 1994 require the Management to ensure effective internal audit, internal control and risk management functions of the Company.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

### Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements



As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the company audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

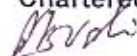
From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994 and the Securities and Exchange Rules 1987, we also report the following:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) in our opinion, proper books of accounts as required by law have been kept by the Company so far as it appeared from our examination of these books;
- c) the statements of financial position and statement of profit and loss and other comprehensive income dealt with by the report are in agreement, with the books of accounts and returns; and
- d) the expenditure incurred was for the purposes of the Company's business.

**Malek Siddiqui Wali**  
**Chartered Accountants**



**Md. Waliullah, FCA**  
Enrolment No: 0247

Dated, Dhaka  
November 05, 2022

Data Verification Code (DVC) No: 2211080247AS187066



## aamra technologies limited

### Statement of Financial Position

As at June 30, 2022

Particulars	Notes	Amount in Taka	
		June 30, 2022	June 30, 2021
<b>Assets:</b>			
<b>Non-Current Assets</b>			
Property, Plant & Equipment	4.00	488,654,511	432,542,114
Capital Work-in-Progress		198,572,914	-
Intangible Assets	5.00	30,336,446	37,920,557
<b>Total Non-Current Assets</b>		<b>717,563,870</b>	<b>470,462,671</b>
<b>Current Assets</b>			
Inventories	6.00	825,866,369	773,792,025
Trade & Others Receivables	7.00	983,669,299	890,938,173
Advances, Deposits & Prepayments	8.00	741,559,591	733,650,151
Cash & Cash Equivalents	9.00	7,611,208	7,805,939
Reserve at Capital Market Stabilization Fund		3,759,003	-
<b>Total Current Assets</b>		<b>2,562,465,470</b>	<b>2,406,186,288</b>
<b>Total Assets</b>		<b>3,280,029,340</b>	<b>2,876,648,960</b>
<b>Equity and Liabilities:</b>			
<b>Equity attributable to shareholders</b>			
Share Capital	10.00	610,447,570	581,378,640
Share Premium	11.00	502,608,496	502,608,496
Retained Earnings	12.00	357,260,961	306,974,615
<b>Total Equity</b>		<b>1,470,317,027</b>	<b>1,390,961,751</b>
<b>Non-Current Liabilities</b>			
Long Term Loan (Non-Current Portion)	13.00	272,789,143	157,005,764
Deferred Tax Liability	14.00	32,398,160	33,091,689
<b>Total Non-Current Liabilities</b>		<b>305,187,303</b>	<b>190,097,453</b>
<b>Current Liabilities</b>			
Short Term Loan	15.00	348,966,657	260,801,192
Long Term Loan (Current Portion)	13.01	120,353,754	92,015,652
Trade & Others Payable	16.00	827,654,769	621,219,895
Advance Against Sale	17.00	96,862,009	144,357,630
Outstanding for Liabilities	18.00	74,391,638	163,256,403
Provision for Income Tax	19.00	30,958,795	9,260,683
Dividend Payable	20.00	5,337,386	4,678,300
<b>Total Current liabilities</b>		<b>1,504,525,010</b>	<b>1,295,589,755</b>
<b>Total Liabilities</b>		<b>1,809,712,312</b>	<b>1,485,687,208</b>
<b>Total Equity and Liabilities</b>		<b>3,280,029,340</b>	<b>2,876,648,960</b>
<b>Net Asset Value Per Share (NAVPS) * Restated</b>		<b>24.09</b>	<b>22.79</b>

The accounting policies and other notes form an integral part of the financial statements.

The financial statements were approved by the board of directors on November 05, 2022 and were signed on its behalf by:








Signed in terms of our report of even annexed date.

Malek Siddiqui Wali  
Chartered Accountants

Dated: Dhaka  
November 05, 2022

Data Verification Code (DVC) No: 22 11080247AS187066

  
 Md. Waliullah, FCA  
 Enrolment No: 0247

**aamra technologies limited**  
**Statement of Profit or Loss & Other Comprehensive Income**  
For the Year Ended 30 June, 2022

Particulars	Notes	Amount in Taka	
		June 30, 2022	June 30, 2021
Revenue	21	2,308,778,634	1,724,851,424
Cost of goods & service sold	22	(2,008,322,156)	(1,481,064,670)
<b>Gross Profit</b>		<b>300,456,478</b>	<b>243,786,754</b>
Operating expenses	23	(110,830,346)	(96,600,946)
<b>Operating Profit</b>		<b>189,626,132</b>	<b>147,185,808</b>
Other income	24	92,987	1,964,412
<b>Net profit before financial expense</b>		<b>189,719,119</b>	<b>149,150,220</b>
Financial expenses	25	(60,233,857)	(51,425,001)
<b>Net profit before tax</b>		<b>129,485,262</b>	<b>97,725,218</b>
<b>Provision for income tax:</b>		<b>(21,004,583)</b>	<b>(13,636,661)</b>
Provision for Income Tax	19	(21,698,113)	(11,773,074)
Deferred tax	14	693,530	(1,863,587)
<b>Net profit after tax</b>		<b>108,480,679</b>	<b>84,088,558</b>
Add: Other Comprehensive Income		-	-
<b>Total Comprehensive Income</b>		<b>108,480,679</b>	<b>84,088,558</b>
<b>Earnings Per Share (Per Value Tk. 10.00) *Restated</b>	27.01	<b>1.78</b>	<b>1.38</b>

The accounting policies and other notes form an integral part of the financial statements.

The financial statements were approved by the board of directors on November 05, 2022 and were signed on its behalf by:



Chairman



Managing Director



Director



Company Secretary

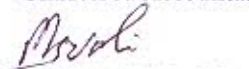


Chief Financial Officer

Signed in terms of our report of even annexed date.

Dated: Dhaka  
November 05, 2022

Malek Siddiqui Wali  
Chartered Accountants



Md. Waliullah, FCA  
Enrolment No: 0247

## aamra technologies limited

### Statement of Changes in Equity For the Year Ended June 30, 2022

Amount in Taka

Particulars	Ordinary Share Capital	Share Premium	Retained Earnings	Total
Balance Brought Forward at July 01, 2021	581,378,640	502,608,496	306,974,615	1,390,961,751
5% Stock Dividend for the year 2021	29,068,930	-	(29,068,930)	-
Profit/(Loss) during the year	-	-	108,480,679	108,480,679
5% Cash dividend for the year 2021	-	-	(29,125,403)	(29,125,403)
<b>Balance Carried Forward at June 30, 2022</b>	<b>610,447,570</b>	<b>502,608,496</b>	<b>357,260,961</b>	<b>1,470,317,027</b>

### For the Year Ended June 30, 2021

Particulars	Ordinary Share Capital	Share Premium	Retained Earnings	Total
Balance Brought Forward at July 01, 2020	581,378,640	502,608,496	281,023,921	1,365,011,057
10% Cash Dividend for the year 2020	-	-	(58,137,864)	(58,137,864)
Profit/(Loss) during the year	-	-	84,088,559	84,088,559
<b>Balance Carried Forward at June 30, 2021</b>	<b>581,378,640</b>	<b>502,608,496</b>	<b>306,974,615</b>	<b>1,390,961,751</b>

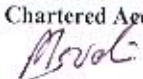
The accounting policies and other notes form an integral part of the financial statements.

The financial statements were approved by the board of directors on November 05, 2022 and were signed on its behalf by:

 Chairman	 Managing Director	 Director	 Company Secretary	 Chief Financial Officer
---	--	---	---	--

Signed in terms of our report of even annexed date.

Dated: Dhaka  
November 05, 2022

Malek Siddiqui Wali  
Chartered Accountants  
  
Md. Waliullah, FCA  
Enrolment No: 0247



